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July 2005

Government
Publications

139

Ontario
Ministry
of Finance

First Quarter
of 2005

(January, February,
March)

Ontario Economic Accounts



July 2005

First Quarter of 2005

(January, February, March)

Ontario Economic Accounts



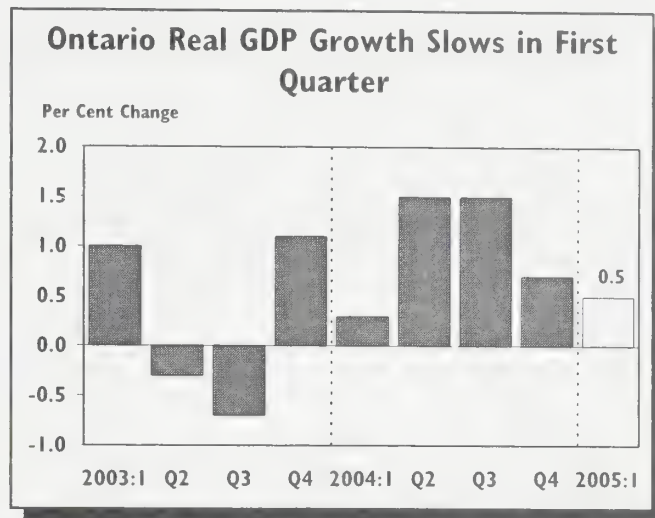
Ontario Ministry of Finance

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FIRST-QUARTER HIGHLIGHTS: JANUARY-MARCH 2005

- ❑ Ontario's **real Gross Domestic Product** grew by 0.5% in the first (January to March) quarter of 2005, down from the 0.7% rate of the fourth quarter of 2004. Ontario's economy grew at a pace close to the national economy which advanced 0.6% but lagged U.S. economic growth of 0.9% in the first quarter.
- ❑ Growth was boosted by Ontario household and business spending and by a modest improvement in Ontario's net trade position. **Final domestic demand** increased by 1.0% in the first quarter, its strongest increase in over a year.
- ❑ The largest source of first quarter growth was **real consumer spending**. Consumer spending grew by 0.8%, led by healthy gains in purchases of durable and semi-durable goods such as home furnishings and clothing and footwear.
- ❑ **Real business investment** in plant and equipment advanced 1.6% in the first quarter. This was the third consecutive increase, and was due primarily to continuing growth in spending on **machinery and equipment**, up 1.9% in the quarter. **Non-residential construction** rose 0.6%, its best quarterly growth in two years.
- ❑ **Real residential construction** investment grew at a modest 0.5% pace in the first quarter, after falling 2.6% in the fourth quarter of 2004. Renovation spending provided most of the increase as new housing and resale activity remained weak.
- ❑ Ontario's **real net trade surplus** contributed to first quarter growth, rising \$0.4 billion to \$39.2 billion (1997 dollars). This improvement in the trade balance, the first since the second quarter of 2004, was due to a 0.1% increase in **exports** while **imports** were unchanged from the fourth quarter.
- ❑ A much slower build-up in **real non-farm inventories** in the first quarter was the main source of weakness for the economy. Inventory stocks increased by a still substantial \$7.3 billion (annualized) in the quarter, down from the record \$9.9 billion (annualized) build-up in the fourth quarter of 2004. The first quarter accumulation was strongest at the manufacturing and retail



trade level. Although wholesale inventories increased modestly, wholesalers actively reduced their stock of motor vehicles on hand over the quarter.

- In **current dollars**, GDP advanced 1.0% in the first quarter, slightly below the 1.2% pace of the fourth quarter. Prices as measured by the **GDP implicit price index** increased by 0.5% in the first quarter, following a 0.6% increase in the last quarter of 2004.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2003	2004	2004:2	2004:3	2004:4	2005:1
Real GDP (Chained \$ 1997)	1.7	2.8	1.5	1.5	0.7	0.5
(annualized rate)			6.2	6.0	2.7	2.0
Personal spending	3.2	3.2	0.4	1.2	1.2	0.8
Government spending	4.5	3.1	1.1	-0.8	0.2	1.6
Residential construction	3.2	4.1	1.7	3.9	-2.6	0.5
Non-residential construction	1.3	-5.2	-0.9	-0.6	0.1	0.6
Machinery & equipment	9.2	7.7	-1.6	1.5	2.5	1.9
Exports	-0.3	5.3	3.1	-0.3	0.5	0.1
Imports	4.1	6.9	1.5	2.8	1.6	0.0
Business inventories (Chained \$1997 billions)	3.6	3.1	-3.4	7.4	9.9	7.3
Nominal GDP (\$ Current)	3.3	4.7	2.4	1.6	1.2	1.0
Corporation profits	-2.9	14.7	10.0	2.2	2.1	3.2
Personal income	3.0	3.8	1.3	0.8	1.1	0.7
Disposable income	3.4	3.4	1.9	0.2	1.0	0.3
Implicit price index, GDP	1.6	1.8	0.9	0.1	0.6	0.5

Note:

Estimates for the 2001-2004 period reflect Statistics Canada's release of the preliminary Provincial Economic Accounts (PEA) as well as subsequent revisions to the National Income and Expenditure Accounts (NIEA). The revisions to the NIEA include stronger Canadian economic growth in 2004 than was reported in the Provincial Economic Accounts. Accordingly, Ontario economic growth for 2004 has been revised up to 2.8% from the initial PEA estimate of 2.6%. Complete historical tables of the new revised estimates are available on request by e-mailing Macroeconomics@fin.gov.on.ca.

DEMAND AND INCOMES

CONSUMER SPENDING GROWTH SLOWS IN FIRST QUARTER

Real consumer spending growth slowed in the first quarter of 2005 to a 0.8% increase from the stronger 1.2% pace in each of the previous two quarters.

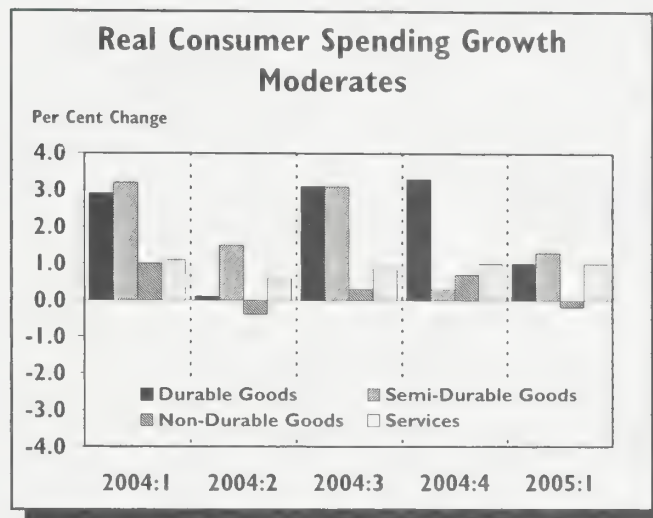
Real spending on durable goods grew by 1.0%, down from the robust 3.3% growth in the fourth quarter of 2004. Growth in durable spending in the first quarter was due largely to stronger furniture and appliance purchases. Spending on motor vehicles also increased modestly.

Real spending on clothing rebounded from weak year-end 2004 sales, spurred on by increased after-Christmas use of gift cards in the first quarter of 2005. This helped push semi-durable spending up 1.3% in the first quarter, following a weak 0.3% increase in the final quarter of 2004.

Real non-durable expenditures were weaker, declining by 0.2% in the first quarter, after rising by 0.7% in the previous quarter. Lower spending on alcohol and tobacco products contributed to the decline while spending on food items grew modestly. Consumer spending on electricity and natural gas also declined in the first quarter.

Real consumer spending on services remained strong, growing at a 1.0% pace in the first quarter, similar to growth in the fourth quarter of 2004.

Personal disposable income increased by 0.3% in the first quarter, down from a solid 1.0% increase in the previous quarter. Labour income, the largest component of household income, increased 0.7%, slowing from a 1.0% pace in the final quarter of 2004.

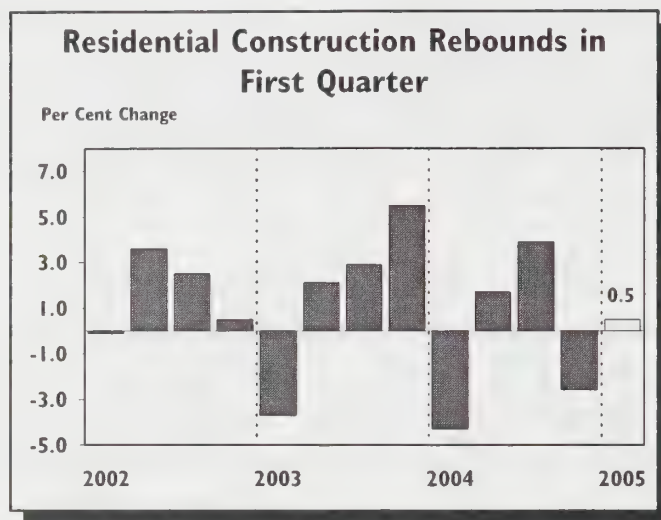


RENOVATION LEADS RESIDENTIAL CONSTRUCTION GROWTH

Real residential construction investment grew at a modest 0.5% pace in first quarter, after declining 2.6% in the final quarter of 2004.

Home renovation spending provided support for overall housing market investment in the first quarter, increasing by 5.0% and more than offsetting continued weakness in both new housing investment (-1.1%) and in transfer costs (-3.6%).

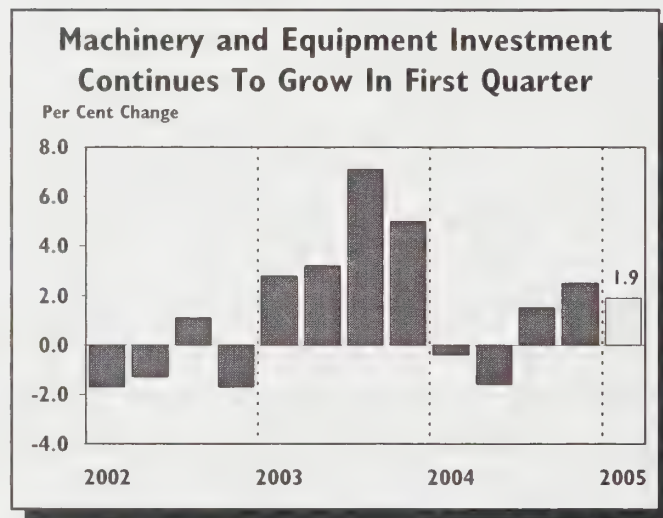
Over the past year, renovation activity has been robust, with growth averaging more than 4% per quarter. New housing and resale activity however, have slowed considerably with decreases in spending in each of the past three quarters. Ontario housing starts have fallen in four of the last five quarters, slipping to 71,300 units in the first quarter, the lowest level in more than three years.



BUSINESS INVESTMENT CONTINUES TO INCREASE

Business investment in plant and equipment grew for the third consecutive quarter, advancing by a solid 1.6%. Investment was propelled by healthy growth in **machinery and equipment** investment which advanced 1.9%, following a 2.5% increase in the previous quarter. Strong growth in spending on industrial machinery, computers and other office equipment supported the increase in the first quarter.

Real non-residential construction registered its best quarterly growth in two years, advancing 0.6% in the first quarter, following a 0.1% increase in the previous quarter.

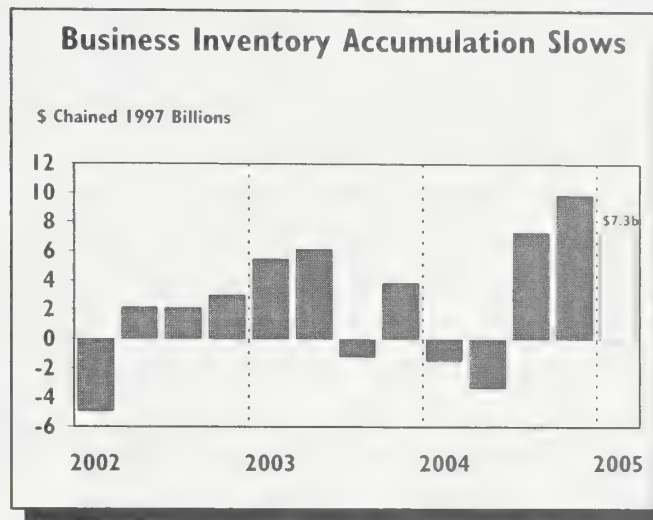


Pre-tax corporate profits increased 3.2% in the first quarter, up from average growth of 2.1% in the third and fourth quarters of 2004, but considerably below the nearly 10% rate in the first half of 2004. Strong bank profits along with more modest profit gains by the retail sector were partially offset by lower profits in the real estate and wholesale trade sectors.

BUSINESS INVENTORY ACCUMULATION SLOWS

Ontario businesses continued to accumulate inventories in the first quarter of 2005, but at a slower rate than their record fourth quarter 2004 build-up. Inventory stocks, which have now increased for three consecutive quarters, rose by an annualized \$7.3 billion, slowing from the record \$9.9 billion build-up in the previous quarter.

The accumulation was strongest at the manufacturing and retail trade levels. The retail accumulation was concentrated in motor vehicles. Wholesale trade inventories increased slightly, but unlike retail trade, were moderated by a large draw-down in motor vehicle stocks.

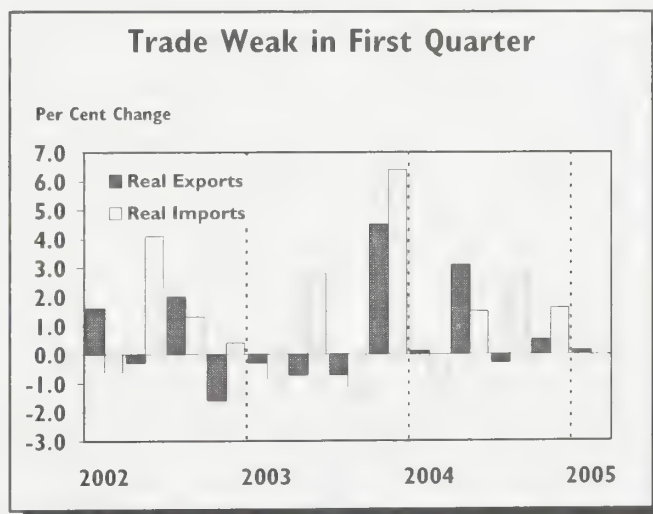


EXPORTS AND IMPORTS FLAT IN FIRST QUARTER

Real exports were up a slight 0.1% in the first quarter of 2005, following modest 0.5% growth in the final quarter of 2004. Automotive and forestry product exports have fallen steadily since the middle of 2004. Partially offsetting these declines were stronger machinery and equipment exports, which continue to benefit from robust U.S. investment demand.

Real imports remained unchanged in the first quarter of 2005, following average growth of almost 2.0% in the three previous quarters. Imports of machinery and equipment and some consumer goods declined. These were partially offset by a small rebound in automotive imports along with increased imports of energy products and industrial goods and materials.

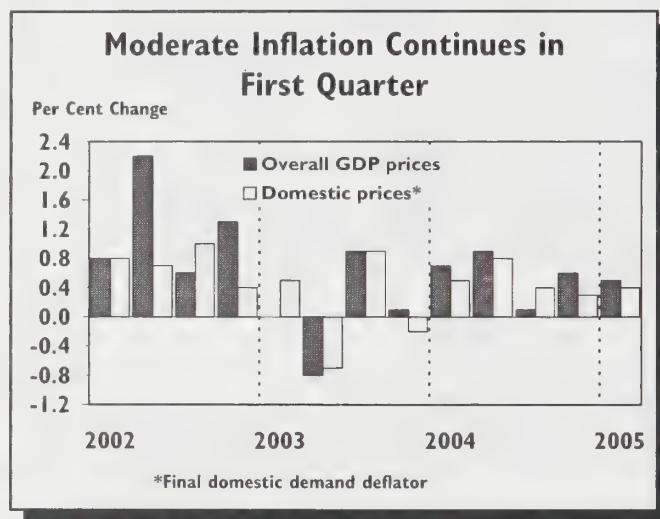
With exports slightly stronger than imports, Ontario's **real trade surplus** widened by \$0.4 billion to \$39.2 billion (1997 dollars) in the first quarter, its first increase since the second quarter of 2004.



GDP INFLATION REMAINS MODERATE IN FIRST QUARTER

Economy-wide prices as measured by the GDP implicit price index rose by 0.5% in the first quarter of 2005, following a 0.6% pace in the fourth quarter of 2004.

The most significant price increases occurred in residential construction and in exports and imports where average prices increased by 1.2% in the first quarter. The rise in Ontario's trade deflators followed sharp declines in the second half of 2004. This reversal in export and import prices was partly the result of a weaker Canadian dollar against the US currency in the first quarter. Following a 7.1% appreciation over the final quarter of 2004, the Canadian dollar fell by 0.5% against the US dollar in the first quarter of 2005. At the same time, strong renovation demand pushed up residential construction prices in the first quarter.



Modest increases in the implicit price of business investment – a 0.2% rise in the non-residential construction and 0.3% for machinery and equipment investment – along with a 0.4% hike in consumer expenditure prices helped moderate inflation in the first quarter.

ONTARIO PRODUCTION BY INDUSTRY

INDUSTRIAL PRODUCTION IN JANUARY-MARCH QUARTER OF 2005

Industrial output advanced by 0.6% in the first quarter of 2005 (2.6% annualized), accelerating from a 0.4% pace in the fourth quarter of 2004. Service sector output led growth, rising 0.8%, while the goods-producing sector grew by a more modest 0.2%.

The financial sector (+1.4%) contributed nearly half of the economy's first quarter growth, while the education (+2.2%), retail trade (+1.1%) and wholesale trade (+0.6%) sectors also posted significant increases. Manufacturing sector output grew 0.3%, restrained by a 2.0% decline in auto industry output.

The utilities (-1.2%) and health care and social services (-0.3%) sectors also reduced output levels in the first quarter.

ONTARIO OUTPUT BY SECTOR

(% change from previous period, chained \$1997)

	2003	2004	2004:2	2004:3	2004:4	2005:1
Goods Sector	0.5	2.6	1.5	2.7	0.2	0.2
Primary Industries	-1.3	6.0	1.9	1.0	1.1	2.4
Utilities	-2.9	1.1	-2.2	3.8	4.6	-1.2
Construction	4.2	-0.8	-1.9	0.8	-0.7	0.3
Manufacturing	0.0	3.6	2.7	3.1	-0.1	0.3
Of which: Auto Industry	2.9	5.2	1.5	1.9	-2.0	-2.0
Service Sector	2.2	3.2	1.1	0.3	0.5	0.8
Wholesale Trade	5.8	6.6	4.8	1.3	1.8	0.6
Retail Trade	3.1	3.2	0.0	1.8	1.0	1.1
Transportation and Warehousing	0.8	3.8	0.7	0.5	0.2	1.1
Information and Cultural Industries	3.3	0.4	0.8	-1.2	-0.9	0.2
Finance, Insurance, Real Estate	1.8	3.4	1.2	0.3	0.6	1.4
Public Administration	3.0	1.8	-0.7	1.5	-0.1	0.3
Ontario Output at Basic Prices	1.7	2.8	1.2	1.0	0.4	0.6
(annualized rate)			4.8	3.9	1.6	2.6

Note: Ontario output by sector is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT GROWS

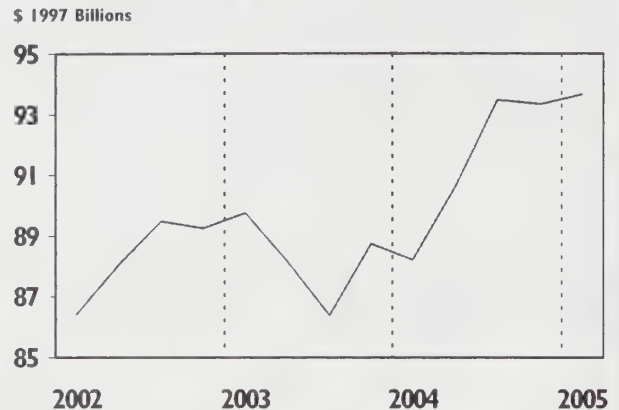
Manufacturing output rose 0.3% in the first quarter of 2005, reversing a modest decline in the previous quarter (-0.1%). While manufacturers' production grew solidly over the second and third quarters of 2004 (+2.9% on average), the sector's overall performance has since levelled off.

Seven of the eleven manufacturing industries included in the Ontario Economic Accounts increased output in the first quarter. However, the group of four industries with lower output included transportation equipment, which contributes more than one-fifth of the manufacturing sector's production.

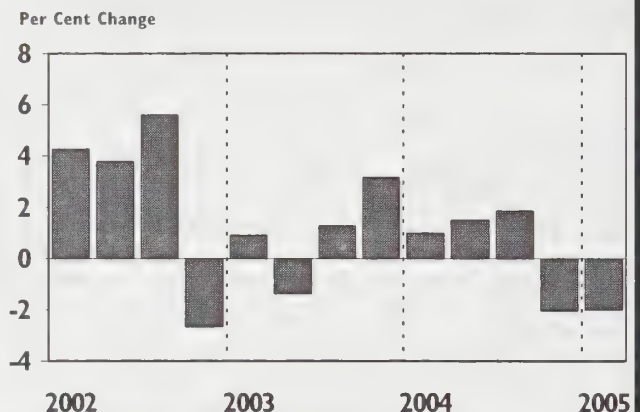
Within transportation equipment, the auto sector's output fell 2.0% for the second quarter in a row. The reductions followed a period of five straight quarters of growth during which production levels rose by 9.0%. Responding to a build-up of inventories of unsold North American vehicles, auto manufacturers reduced output of both vehicles (-2.1%) and parts (-1.5%).

Growth in the manufacturing sector was led by the machinery industry, which reached record output levels and posted its fastest growth in more than two years (+5.9%). The electrical and electronic products (+3.6%), primary and fabricated metal (+1.3%) and other manufacturing (+2.2%) industries also had strong performances in the first quarter.

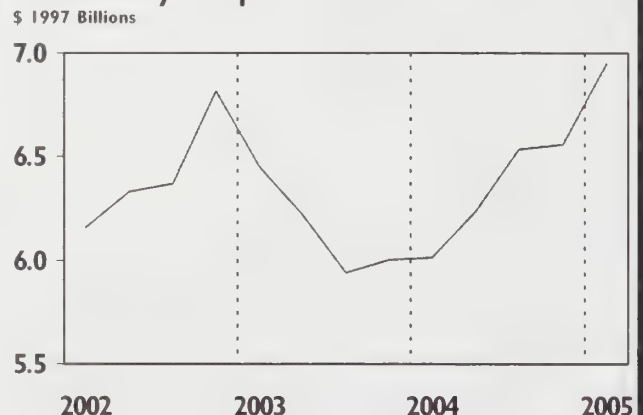
Manufacturing Up in First Quarter



Auto Industry Lowers Output Again



Machinery Output Reaches Record Level

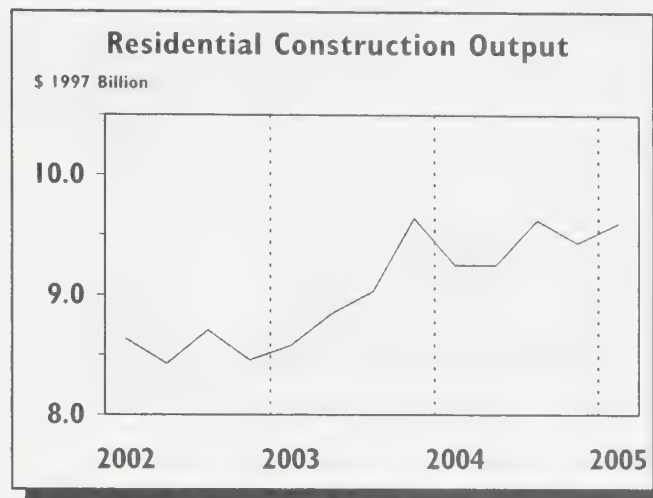


RENOVATION SPENDING SUSTAINS CONSTRUCTION GROWTH

Strong growth in renovation activity pushed residential construction up 1.7% in the first quarter, despite a decline in new construction. This was in contrast to residential construction's decline of more than 2% in the rest of Canada.

Output of the non-residential and engineering construction industries fell 0.8% in the first quarter, declining to its lowest level of activity since the middle of 2001.

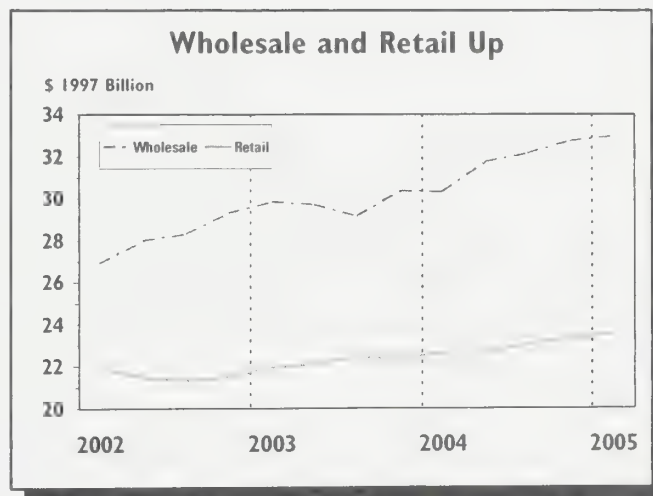
As a result, total construction advanced by 0.3 % in the first quarter, following a decline of 0.7% in the previous quarter.



WHOLESALE AND RETAIL SECTORS GROW

Wholesaling activity rose 0.6% in the first quarter, its slowest growth in a year. Higher sales of food and pharmaceutical products were offset by lower activity of motor vehicle wholesalers.

Retail sector output rose 1.1% in the first quarter, matching the 1.0% increase in the previous quarter. Higher activity by new car dealers, building materials stores and garden stores offset lower volumes by gasoline stations and shoe, clothing and jewellery stores.

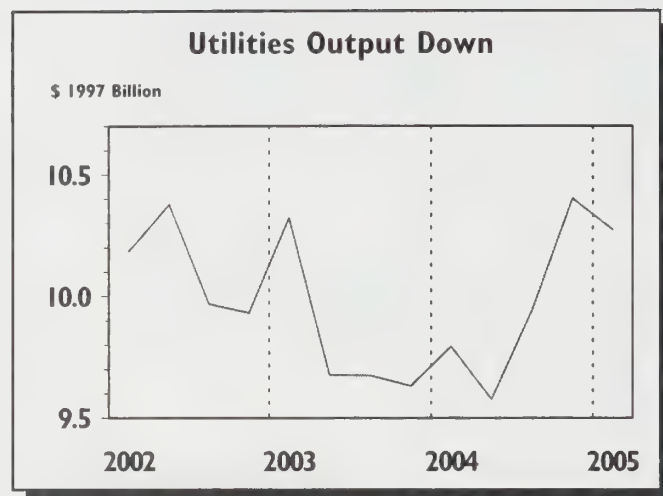


RESOURCES AND UTILITIES

Utilities output fell 1.2% in the first quarter following two quarters of strong growth which had returned the sector to output levels last observed in 2002. Electric power production fell 3.1% as demand for energy returned to more normal levels following the cold weather of the fourth quarter of 2004.

Production in the agriculture, forestry, fishing and hunting sector rose 3.6%, the best quarterly advance in more than two years.

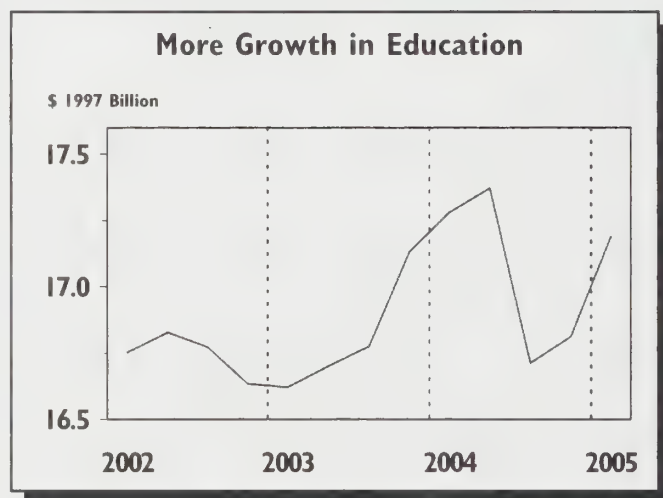
Mining output rose 0.8% following a decline of 0.2% in the previous quarter.



EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

Education services output rose 2.2% in the first quarter, following a 0.6% increase in the fourth quarter. The growth in education output is a reflection of rising employment levels in this sector which have increased by more than 20,000 positions over the last two quarters. Activity levels in the education sector are approaching the recent high achieved during the “double cohort” period of 2003-2004.

Production in the health care and social services sector paused in the first quarter (-0.3%) after two consecutive quarters of growth.



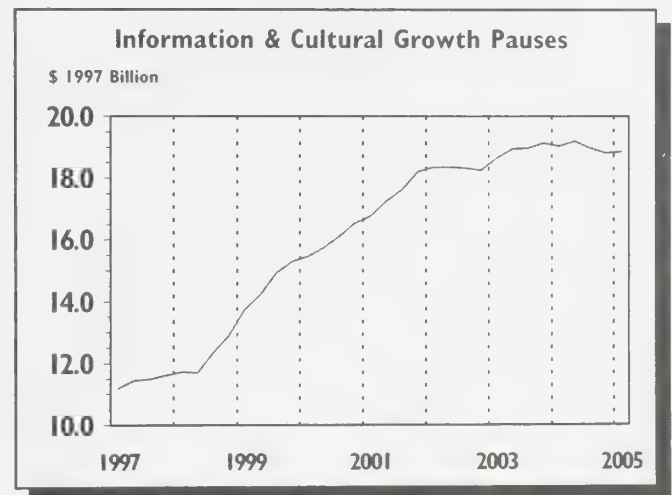
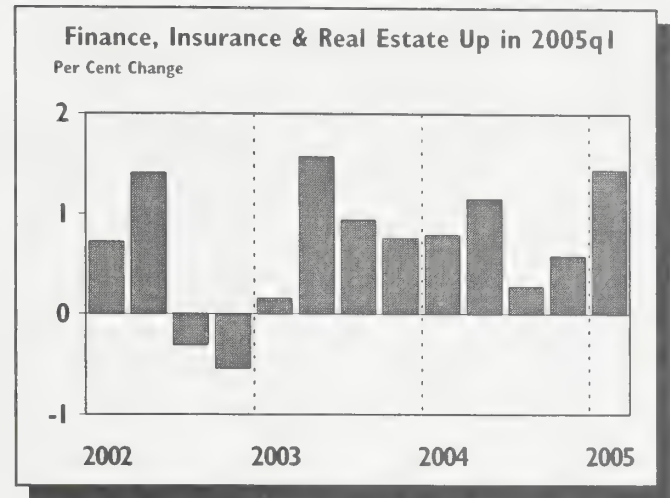
Output in the public administration sector rose 0.3% in the first quarter. Following labour disruptions in the fourth quarter of 2004, federal government activity rebounded by 1.2% in the first three months of this year.

OTHER SERVICE SECTORS

Output growth by the finance, insurance and real estate sector accelerated to 1.4% in the first quarter, contributing nearly half of the economy's growth. This followed a fourth quarter gain of 0.6% and marked the ninth consecutive quarter of growth for the sector. The advance was spurred on by activity by securities brokers who benefitted from higher volumes on the Canadian stock exchanges.

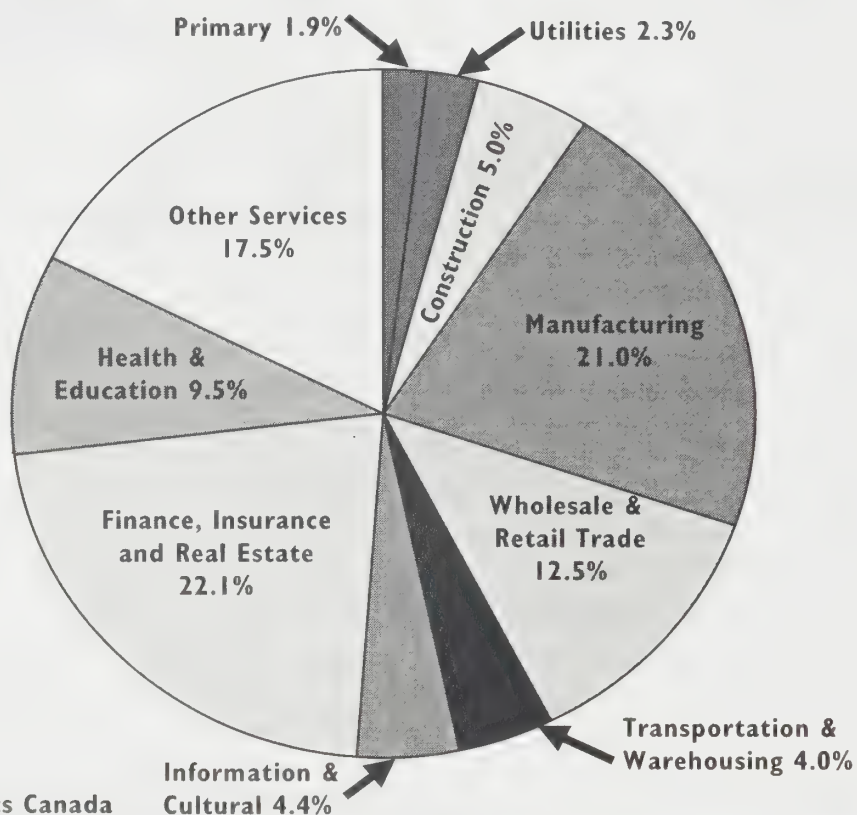
Output in the information and culture sector (which includes telecommunications) rose 0.2% in the first quarter following two consecutive quarters of decline. This sector grew 57% from the middle of 1998 to the beginning of 2002, reflecting the rapid adoption of new internet and mobile telecommunication technology. Growth has subsequently tapered off sharply.

Production declines occurred in the arts, entertainment and recreation (-0.6%) and accommodation and food (-0.2%) industries. These industries are oriented to the tourist market and the number of international travellers to Ontario declined by nearly 2% in the first quarter of 2005.



Structure of the Ontario Economy, 2004

Per Cent Share of GDP



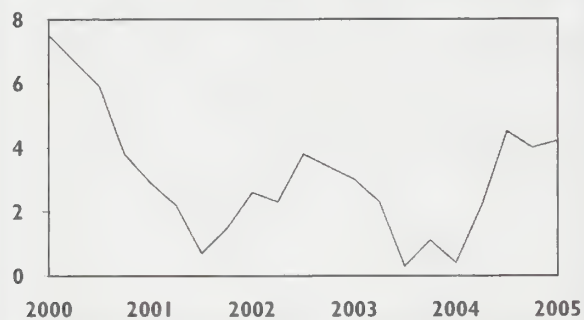
Source: Statistics Canada

ONTARIO ECONOMIC ACCOUNTS: SUMMARY CHARTS

(2000:I - 2005:I)

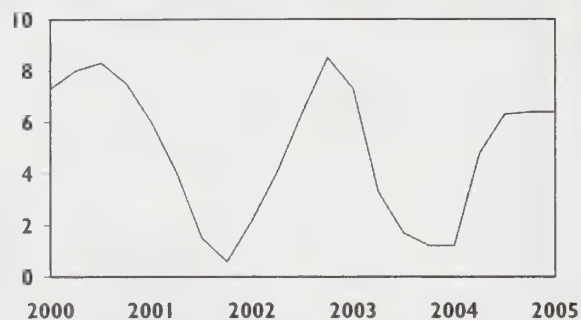
Gross Domestic Product (Chained \$ 1997)

Per Cent Change, Year-Over-Year



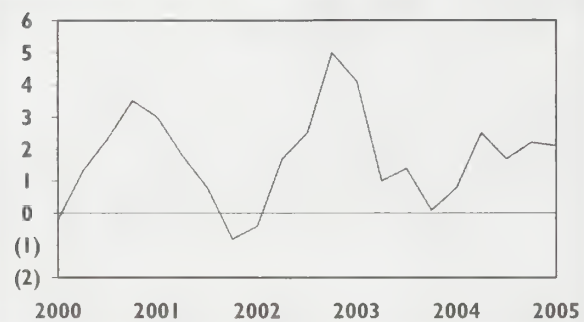
Gross Domestic Product (\$ Current)

Per Cent Change, Year-Over-Year



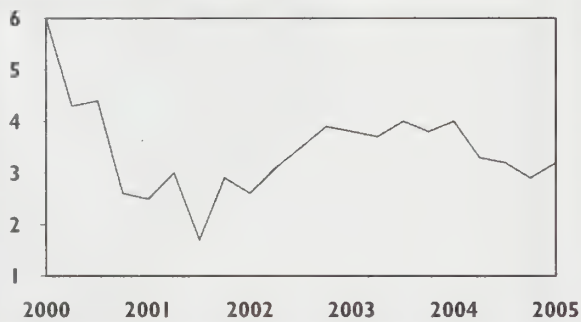
GDP Deflator (1997 = 100)

Per Cent Change, Year-Over-Year



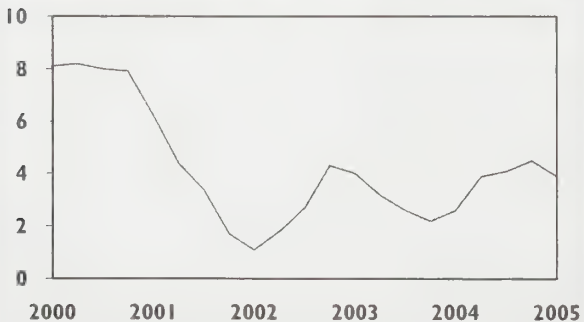
Final Domestic Demand (Chained \$ 1997)

Per Cent Change, Year-Over-Year



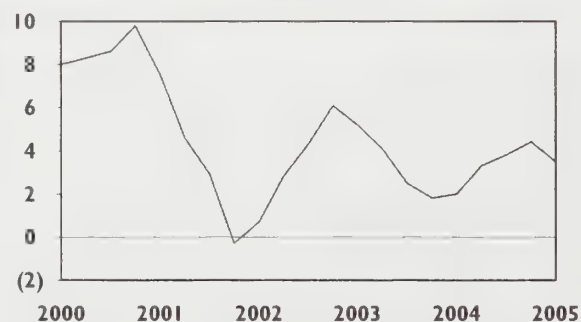
Personal Income (\$ Current)

Per Cent Change, Year-Over-Year



Personal Disposable Income (\$ Current)

Per Cent Change, Year-Over-Year

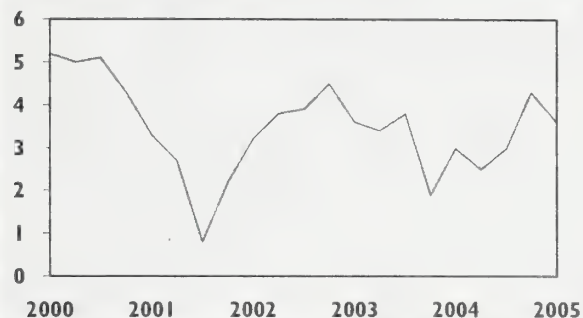


ONTARIO ECONOMIC ACCOUNTS: SUMMARY CHARTS

(2000:1 - 2005:1)

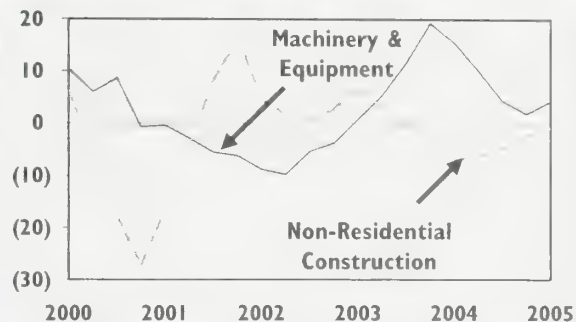
Consumer Spending (Chained \$ 1997)

Per Cent Change, Year-Over-Year



Business Plant & Equipment (Chained \$ 1997)

Per Cent Change, Year-Over-Year



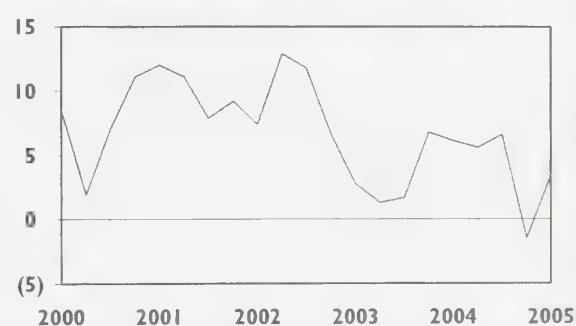
Trade (Chained \$ 1997)

Per Cent Change, Year-Over-Year



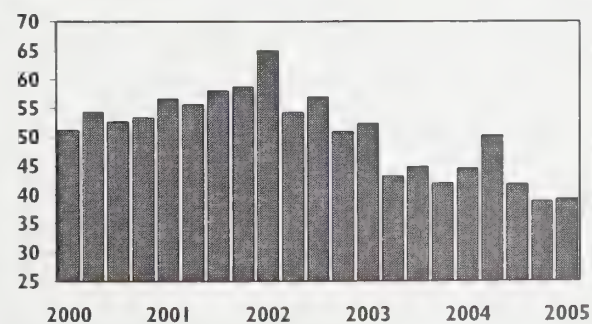
Residential Construction (Chained \$ 1997)

Per Cent Change, Year-Over-Year



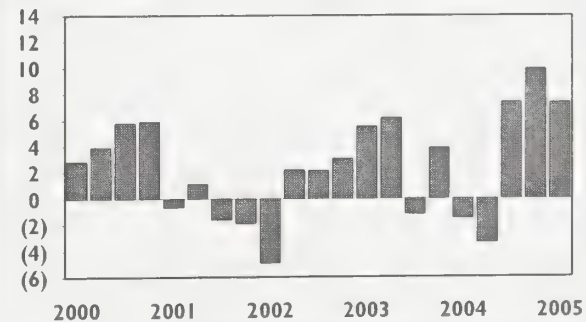
Net Exports (Chained \$ 1997)

\$ Billions



Change in Inventories (Chained \$ 1997)

\$ Billions



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics@fin.gov.on.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Wages, salaries and supplementary labour income (domestic basis)	246,153 0.9	249,041 1.2	253,017 1.6	256,685 1.4	259,205 1.0	260,590 0.5	262,572 0.8	265,699 1.2
2. Corporation profits before taxes	51,408 20.7	56,818 10.5	62,944 10.8	65,504 4.1	63,229 -3.5	56,143 -11.2	55,229 -1.6	55,168 -0.1
3. Interest and miscellaneous investment income	16,070 0.8	16,181 0.7	17,165 6.1	17,775 3.6	17,418 -2.0	16,653 -4.4	16,902 1.5	16,247 -3.9
4. Net income of unincorporated business *	31,125 2.2	31,737 2.0	32,204 1.5	32,609 1.3	32,687 0.2	32,569 -0.4	32,558 -0.0	32,820 0.8
5. Inventory valuation adjustment	-1,464	-1,183	-2,107	-1,187	2,184	5,412	1,598	957
6. Indirect taxes less subsidies	61,822 1.0	62,954 1.8	60,890 -3.3	59,985 -1.5	60,391 0.7	60,366 -0.0	61,604 2.1	62,866 2.0
7. Capital consumption allowances	55,647 1.0	58,331 4.8	58,176 -0.3	59,874 2.9	60,343 0.8	60,797 0.8	61,116 0.5	61,489 0.6
8. Statistical discrepancy	1,604	981	804	81	686	-1,943	-302	1,954
9. Gross Domestic Product at market prices	462,365 2.1 8.8	474,860 2.7 11.3	483,093 1.7 7.1	491,326 1.7 7.0	496,143 1.0 4.0	490,587 -1.1 -4.4	491,277 0.1 0.6	497,200 1.2 4.9

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

TABLE 1

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (domestic basis)	268,410 1.0	271,528 1.2	273,885 0.9	276,561 1.0	278,578 0.7	- -	- -	- -
2. Corporation profits before taxes	60,295 9.3	66,298 10.0	67,729 2.2	69,118 2.1	71,296 3.2	- -	- -	- -
3. Interest and miscellaneous investment income	16,771 3.2	17,578 4.8	18,101 3.0	18,220 0.7	18,665 2.4	- -	- -	- -
4. Net income of unincorporated business *	33,299 1.5	33,953 2.0	34,296 1.0	34,580 0.8	35,041 1.3	- -	- -	- -
5. Inventory valuation adjustment	-2,529	-2,211	76	1,102	91	-	-	-
6. Indirect taxes less subsidies	63,112 0.4	64,682 2.5	65,780 1.7	66,476 1.1	66,575 0.1	- -	- -	- -
7. Capital consumption allowances	62,388 1.5	63,322 1.5	64,101 1.2	64,839 1.2	65,493 1.0	- -	- -	- -
8. Statistical discrepancy	371	-989	-1,671	-2,097	-1,645	-	-	-
9. Gross Domestic Product at market prices	502,117 1.0	514,161 2.4	522,297 1.6	528,799 1.2	534,094 1.0	- -	- -	- -
**	4.0	9.9	6.5	5.1	4.1	-	-	-

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	257,431 1.8	262,100 1.8	266,235 1.6	271,269 1.9	274,262 1.1	274,789 0.2	278,719 1.4	278,119 -0.2
2. Durable goods	35,646 2.1	36,002 1.0	36,260 0.7	37,066 2.2	36,643 -1.1	36,522 -0.3	37,168 1.8	34,677 -6.7
3. Semi-durable goods	22,942 2.9	22,983 0.2	22,942 -0.2	23,172 1.0	23,386 0.9	23,495 0.5	23,854 1.5	23,446 -1.7
4. Non-durable goods	58,279 2.1	58,650 0.6	60,664 3.4	62,314 2.7	64,490 3.5	63,173 -2.0	64,322 1.8	65,042 1.1
5. Services	140,564 1.4	144,466 2.8	146,370 1.3	148,717 1.6	149,743 0.7	151,598 1.2	153,375 1.2	154,955 1.0
6. Government expenditure on goods and services:	89,735 0.7	91,737 2.2	93,982 2.4	96,160 2.3	97,177 1.1	98,382 1.2	99,877 1.5	102,312 2.4
7. Current expenditure	78,631 0.3	80,265 2.1	82,110 2.3	83,966 2.3	84,207 0.3	85,596 1.6	87,185 1.9	89,599 2.8
8. Capital expenditure	11,104 3.7	11,472 3.3	11,872 3.5	12,194 2.7	12,971 6.4	12,786 -1.4	12,692 -0.7	12,713 0.2
9. Business gross fixed capital formation:	70,725 0.8	71,990 1.8	72,937 1.3	73,155 0.3	73,386 0.3	73,816 0.6	76,958 4.3	79,250 3.0
10. Residential structures	26,930 2.5	28,121 4.4	28,852 2.6	29,421 2.0	28,892 -1.8	29,780 3.1	31,273 5.0	33,060 5.7
11. Non-residential structures	11,249 -1.1	11,488 2.1	11,741 2.2	12,049 2.6	12,362 2.6	12,135 -1.8	12,026 -0.9	11,805 -1.8
12. Machinery and equipment	32,546 0.1	32,381 -0.5	32,344 -0.1	31,685 -2.0	32,133 1.4	31,901 -0.7	33,659 5.5	34,385 2.2
13. Exports of goods and services	320,465 2.7	320,166 -0.1	330,010 3.1	326,831 -1.0	323,228 -1.1	304,918 -5.7	302,473 -0.8	313,080 3.5
14. DEDUCT: Imports of goods and services	265,268 0.9	273,668 3.2	279,410 2.1	279,941 0.2	276,947 -1.1	268,678 -3.0	264,536 -1.5	276,302 4.4
15. Value of physical change in inventories:	-9,119	3,515	141	3,934	5,723	5,418	-2,515	2,695
16. Non-farm	-9,144	3,163	564	3,283	6,027	5,609	-2,765	2,261
17. Farm	183	276	-304	625	-265	-186	249	473
18. Government	-158	77	-119	25	-38	-4	0	-40
19. Statistical discrepancy	-1,604	-981	-804	-81	-686	1,943	302	-1,954
20. Gross Domestic Product at market prices	462,365 2.1 8.8	474,860 2.7 11.3	483,093 1.7 7.1	491,326 1.7 7.0	496,143 1.0 4.0	490,587 -1.1 -4.4	491,277 0.1 0.6	497,200 1.2 4.9
21. Final domestic demand	417,891 1.4	425,828 1.9	433,154 1.7	440,584 1.7	444,825 1.0	446,987 0.5	455,554 1.9	459,681 0.9

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	283,629 2.0	286,661 1.1	290,539 1.4	295,529 1.7	299,073 1.2	-	-	-
2. Durable goods	35,471 2.3	35,546 0.2	36,418 2.5	37,786 3.8	38,179 1.0	-	-	-
3. Semi-durable goods	24,116 2.9	24,382 1.1	24,876 2.0	24,990 0.5	25,022 0.1	-	-	-
4. Non-durable goods	66,324 2.0	67,107 1.2	68,012 1.3	69,383 2.0	70,093 1.0	-	-	-
5. Services	157,719 1.8	159,626 1.2	161,234 1.0	163,369 1.3	165,779 1.5	-	-	-
6. Government expenditure on goods and services:	103,207 0.9	104,506 1.3	105,235 0.7	105,982 0.7	107,786 1.7	-	-	-
7. Current expenditure	90,678 1.2	91,871 1.3	92,534 0.7	93,180 0.7	94,909 1.9	-	-	-
8. Capital expenditure	12,529 -1.4	12,635 0.8	12,701 0.5	12,802 0.8	12,876 0.6	-	-	-
9. Business gross fixed capital formation:	78,464 -1.0	80,126 2.1	81,697 2.0	80,918 -1.0	82,340 1.8	-	-	-
10. Residential structures	32,320 -2.2	33,634 4.1	35,058 4.2	34,403 -1.9	34,972 1.7	-	-	-
11. Non-residential structures	11,901 0.8	12,066 1.4	12,236 1.4	12,406 1.4	12,510 0.8	-	-	-
12. Machinery and equipment	34,243 -0.4	34,426 0.5	34,404 -0.1	34,109 -0.9	34,859 2.2	-	-	-
13. Exports of goods and services	315,879 0.9	334,348 5.8	328,619 -1.7	319,835 -2.7	324,013 1.3	-	-	-
14. DEDUCT: Imports of goods and services	278,021 0.6	290,696 4.6	290,909 0.1	284,380 -2.2	287,810 1.2	-	-	-
15. Value of physical change in inventories:	-669	-1,772	5,445	8,820	7,047	-	-	-
16. Non-farm	-951	-1,899	5,422	8,625	6,825	-	-	-
17. Farm	207	163	94	155	228	-	-	-
18. Government	75	-37	-71	40	-6	-	-	-
19. Statistical discrepancy	-371	989	1,671	2,097	1,645	-	-	-
20. Gross Domestic Product at market prices	502,117 1.0 4.0	514,161 2.4 9.9	522,297 1.6 6.5	528,799 1.2 5.1	534,094 1.0 4.1	-	-	-
21. Final domestic demand	465,300 1.2	471,292 1.3	477,472 1.3	482,428 1.0	489,198 1.4	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	237,882 1.2	240,316 1.0	241,393 0.4	245,539 1.7	246,553 0.4	248,542 0.8	250,545 0.8	250,128 -0.2
2. Durable goods	36,212 2.1	36,313 0.3	36,427 0.3	37,560 3.1	37,060 -1.3	37,011 -0.1	37,949 2.5	35,488 -6.5
3. Semi-durable goods	22,181 4.1	21,902 -1.3	21,673 -1.0	22,110 2.0	22,476 1.7	22,761 1.3	23,131 1.6	22,489 -2.8
4. Non-durable goods	51,228 1.4	50,995 -0.5	51,090 0.2	52,527 2.8	53,007 0.9	52,935 -0.1	52,638 -0.6	53,779 2.2
5. Services	128,639 0.5	131,470 2.2	132,560 0.8	133,721 0.9	134,312 0.4	136,149 1.4	137,293 0.8	138,386 0.8
6. Government expenditure on goods and services:	82,701 -0.1	84,271 1.9	84,983 0.8	86,163 1.4	87,077 1.1	88,383 1.5	87,801 -0.7	90,022 2.5
7. Current expenditure	71,880 -0.5	73,050 1.6	73,496 0.6	74,320 1.1	74,815 0.7	75,959 1.5	75,385 -0.8	77,394 2.7
8. Capital expenditure	10,861 2.9	11,277 3.8	11,558 2.5	11,933 3.2	12,380 3.7	12,541 1.3	12,541 -0.0	12,742 1.6
9. Business gross fixed capital formation:	66,260 -1.2	66,955 1.0	68,095 1.7	67,917 -0.3	67,873 -0.1	69,194 1.9	71,929 4.0	74,784 4.0
10. Residential structures	23,333 -0.1	24,175 3.6	24,778 2.5	24,909 0.5	23,991 -3.7	24,492 2.1	25,203 2.9	26,591 5.5
11. Non-residential structures	9,951 -2.2	10,123 1.7	10,274 1.5	10,461 1.8	10,613 1.5	10,437 -1.7	10,276 -1.5	9,995 -2.7
12. Machinery and equipment	32,710 -1.7	32,283 -1.3	32,633 1.1	32,069 -1.7	32,956 2.8	34,020 3.2	36,423 7.1	38,228 5.0
13. Exports of goods and services	307,449 1.6	306,589 -0.3	312,612 2.0	307,721 -1.6	306,821 -0.3	304,813 -0.7	302,607 -0.7	316,300 4.5
14. DEDUCT: Imports of goods and services	242,425 -0.6	252,317 4.1	255,668 1.3	256,777 0.4	254,536 -0.9	261,555 2.8	257,815 -1.4	274,314 6.4
15. Value of physical change in inventories:	-5,225	2,400	1,821	3,672	5,414	6,170	-1,134	4,197
16. Non-farm	-4,943	2,197	2,138	3,040	5,490	6,169	-1,222	3,875
17. Farm	-131	125	-208	606	-37	6	88	393
18. Government	-151	78	-110	26	-39	-5	0	-71
19. Statistical discrepancy	-1,545	-925	-753	-75	-635	1,812	279	-1,805
20. Gross Domestic Product at market prices	445,435 1.3 5.5	447,590 0.5 1.9	452,794 1.2 4.7	454,511 0.4 1.5	458,973 1.0 4.0	457,704 -0.3 -1.1	454,284 -0.7 -3.0	459,332 1.1 4.5
21. Final domestic demand	386,817 0.5	391,517 1.2	394,432 0.7	399,609 1.3	401,506 0.5	406,106 1.1	410,166 1.0	414,764 1.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	253,863 1.5	254,842 0.4	257,976 1.2	260,992 1.2	262,965 0.8	-	-	-
2. Durable goods	36,514 2.9	36,548 0.1	37,698 3.1	38,937 3.3	39,336 1.0	-	-	-
3. Semi-durable goods	23,200 3.2	23,543 1.5	24,282 3.1	24,353 0.3	24,665 1.3	-	-	-
4. Non-durable goods	54,320 1.0	54,117 -0.4	54,294 0.3	54,681 0.7	54,560 -0.2	-	-	-
5. Services	139,958 1.1	140,806 0.6	142,068 0.9	143,514 1.0	144,994 1.0	-	-	-
6. Government expenditure on goods and services:	90,598 0.6	91,608 1.1	90,900 -0.8	91,122 0.2	92,543 1.6	-	-	-
7. Current expenditure	78,187 1.0	79,457 1.6	78,865 -0.7	79,037 0.2	80,354 1.7	-	-	-
8. Capital expenditure	12,478 -2.1	12,165 -2.5	12,048 -1.0	12,099 0.4	12,193 0.8	-	-	-
9. Business gross fixed capital formation:	73,173 -2.2	73,075 -0.1	74,666 2.2	74,626 -0.1	75,431 1.1	-	-	-
10. Residential structures	25,447 -4.3	25,870 1.7	26,878 3.9	26,189 -2.6	26,318 0.5	-	-	-
11. Non-residential structures	9,882 -1.1	9,797 -0.9	9,741 -0.6	9,750 0.1	9,807 0.6	-	-	-
12. Machinery and equipment	38,068 -0.4	37,467 -1.6	38,013 1.5	38,966 2.5	39,687 1.9	-	-	-
13. Exports of goods and services	316,552 0.1	326,248 3.1	325,413 -0.3	327,061 0.5	327,475 0.1	-	-	-
14. DEDUCT: Imports of goods and services	272,077 -0.8	276,077 1.5	283,718 2.8	288,308 1.6	288,289 -0.0	-	-	-
15. Value of physical change in inventories:	-1,020	-3,010	7,669	10,221	8,209	-	-	-
16. Non-farm	-1,516	-3,363	7,362	9,895	7,333	-	-	-
17. Farm	529	236	274	422	862	-	-	-
18. Government	-33	117	34	-96	13	-	-	-
19. Statistical discrepancy	-341	900	1,519	1,895	1,479	-	-	-
20. Gross Domestic Product at market prices	460,873 0.3 1.3	467,853 1.5 6.2	474,756 1.5 6.0	477,877 0.7 2.7	480,209 0.5 2.0	-	-	-
21. Final domestic demand	417,555 0.7	419,470 0.5	423,430 0.9	426,634 0.8	430,843 1.0	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1.	Wages, salaries and supplementary labour income (national basis)	243,052 1.4	246,151 1.3	250,099 1.6	253,534 1.4	255,548 0.8	256,184 0.2	257,720 0.6	261,012 1.3
2.	Net income of unincorporated business *	31,125 2.2	31,737 2.0	32,204 1.5	32,609 1.3	32,687 0.2	32,569 -0.4	32,558 -0.0	32,820 0.8
3.	Interest, dividends and miscellaneous investment income	44,522 -2.0	44,429 -0.2	44,159 -0.6	43,796 -0.8	43,996 0.5	43,538 -1.0	44,241 1.6	43,523 -1.6
4.	Current transfers from government, corporations and non-residents	45,675 0.7	45,394 -0.6	45,557 0.4	46,568 2.2	46,892 0.7	47,160 0.6	47,262 0.2	47,271 0.0
5.	Equals: Personal income	364,374 0.9	367,711 0.9	372,019 1.2	376,507 1.2	379,123 0.7	379,451 0.1	381,781 0.6	384,626 0.7
6.	Deduct: Personal direct taxes	61,086 -3.4	59,442 -2.7	59,501 0.1	60,273 1.3	59,851 -0.7	58,077 -3.0	60,839 4.8	61,860 1.7
7.	Other current transfers to government	25,011 1.9	25,519 2.0	25,952 1.7	26,329 1.5	26,500 0.6	26,902 1.5	27,202 1.1	27,767 2.1
8.	Equals: Personal disposable income	278,277 1.9	282,750 1.6	286,566 1.3	289,905 1.2	292,772 1.0	294,472 0.6	293,740 -0.2	294,999 0.4
9.	Deduct: Personal expenditure on consumer goods and services	257,431 1.8	262,100 1.8	266,235 1.6	271,269 1.9	274,262 1.1	274,789 0.2	278,719 1.4	278,119 -0.2
10.	Current transfers to corporations	4,510 -4.1	4,367 -3.2	4,583 4.9	4,769 4.1	4,983 4.5	5,058 1.5	5,289 4.6	5,353 1.2
11.	Current transfers to non-residents	926 8.6	952 2.8	963 1.2	970 0.7	997 2.8	1,009 1.2	1,027 1.8	1,037 1.0
12.	Equals: Personal saving	15,410 5.2	15,331 -0.5	14,785 -3.6	12,897 -12.8	12,530 -2.8	13,616 8.7	8,705 -36.1	10,490 20.5
13.	Personal saving rate (percent)	5.5	5.4	5.2	4.5	4.3	4.6	3.0	3.6
14.	Real personal disposable income ** (millions of chained (1997) dollars)	257,145 1.3	259,366 0.9	259,826 0.2	262,526 1.0	263,312 0.3	266,466 1.2	264,168 -0.9	265,305 0.4
15.	Population (thousands)	11,987 0.2	12,037 0.4	12,102 0.5	12,153 0.4	12,167 0.1	12,207 0.3	12,257 0.4	12,300 0.3
16.	Personal disposable income per capita (dollars)	23,215 1.7	23,490 1.2	23,679 0.8	23,854 0.7	24,062 0.9	24,123 0.3	23,966 -0.7	23,985 0.1
17.	Real personal disposable income per capita (chained (1997) dollars)	21,452 1.2	21,547 0.4	21,470 -0.4	21,601 0.6	21,641 0.2	21,829 0.9	21,553 -1.3	21,570 0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1.	Wages, salaries and supplementary labour income (national basis)	263,685 1.0	266,534 1.1	268,790 0.8	271,449 1.0	273,430 0.7	- -	- -	- -
2.	Net income of unincorporated business *	33,299 1.5	33,953 2.0	34,296 1.0	34,580 0.8	35,041 1.3	- -	- -	- -
3.	Interest, dividends and miscellaneous investment income	43,990 1.1	45,137 2.6	45,143 0.0	45,842 1.5	46,183 0.7	- -	- -	- -
4.	Current transfers from government, corporations and non-residents	48,089 1.7	48,547 1.0	49,172 1.3	49,892 1.5	49,752 -0.3	- -	- -	- -
5.	Equals: Personal income	389,063 1.2	394,171 1.3	397,401 0.8	401,763 1.1	404,406 0.7	- -	- -	- -
6.	Deduct: Personal direct taxes	62,803 1.5	62,466 -0.5	64,912 3.9	66,231 2.0	67,689 2.2	- -	- -	- -
7.	Other current transfers to government	27,753 -0.1	27,406 -1.3	27,522 0.4	27,603 0.3	27,857 0.9	- -	- -	- -
8.	Equals: Personal disposable income	298,507 1.2	304,299 1.9	304,967 0.2	307,929 1.0	308,860 0.3	- -	- -	- -
9.	Deduct: Personal expenditure on consumer goods and services	283,629 2.0	286,661 1.1	290,539 1.4	295,529 1.7	299,073 1.2	- -	- -	- -
10.	Current transfers to corporations	5,392 0.7	5,488 1.8	5,429 -1.1	5,537 2.0	5,655 2.1	- -	- -	- -
11.	Current transfers to non-residents	1,054 1.6	1,082 2.7	1,099 1.6	1,151 4.7	1,202 4.4	- -	- -	- -
12.	Equals: Personal saving	8,432 -19.6	11,068 31.3	7,900 -28.6	5,684 -28.1	2,930 -48.5	- -	- -	- -
13.	Personal saving rate (percent)	2.8	3.6	2.6	1.9	1.0	-	-	-
14.	Real personal disposable income ** (millions of chained (1997) dollars)	267,177 0.7	270,586 1.3	270,868 0.1	272,203 0.5	271,570 -0.2	- -	- -	- -
15.	Population (thousands)	12,312 0.1	12,347 0.3	12,393 0.4	12,440 0.4	12,450 0.1	- -	- -	- -
16.	Personal disposable income per capita (dollars)	24,244 1.1	24,645 1.7	24,609 -0.1	24,754 0.6	24,809 0.2	- -	- -	- -
17.	Real personal disposable income per capita (chained (1997) dollars)	21,700 0.6	21,914 1.0	21,857 -0.3	21,882 0.1	21,814 -0.3	- -	- -	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Exports of goods and services	320,465 2.7	320,166 -0.1	330,010 3.1	326,831 -1.0	323,228 -1.1	304,918 -5.7	302,473 -0.8	313,080 3.5
2. Of which: International	233,451 2.9	232,543 -0.4	240,530 3.4	235,199 -2.2	230,859 -1.8	215,410 -6.7	211,746 -1.7	219,882 3.8
3. Of which: Interprovincial	87,014 2.1	87,623 0.7	89,480 2.1	91,631 2.4	92,369 0.8	89,507 -3.1	90,727 1.4	93,198 2.7
4. Imports of goods and services	265,268 0.9	273,668 3.2	279,410 2.1	279,941 0.2	276,947 -1.1	268,678 -3.0	264,536 -1.5	276,302 4.4
5. Trade balance	55,196	46,498	50,600	46,890	46,280	36,240	37,937	36,778

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Exports of goods and services	315,879 0.9	334,348 5.8	328,619 -1.7	319,835 -2.7	324,013 1.3	-	-	-
2. Of which: International	223,385 1.6	239,588 7.3	232,118 -3.1	224,127 -3.4	227,631 1.6	-	-	-
3. Of which: Interprovincial	92,493 -0.8	94,759 2.4	96,502 1.8	95,707 -0.8	96,382 0.7	-	-	-
4. Imports of goods and services	278,021 0.6	290,696 4.6	290,909 0.1	284,380 -2.2	287,810 1.2	-	-	-
5. Trade balance	37,857	43,652	37,710	35,454	36,204	-	-	-

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	108.2 0.5	109.1 0.8	110.3 1.1	110.5 0.2	111.2 0.7	110.6 -0.6	111.2 0.6	111.2 -0.0
2. Durable goods	98.4 0.0	99.1 0.7	99.5 0.4	98.7 -0.9	98.9 0.2	98.7 -0.2	97.9 -0.7	97.7 -0.2
3. Semi-durable goods	103.4 -1.2	104.9 1.4	105.9 0.9	104.8 -1.0	104.0 -0.7	103.2 -0.8	103.1 -0.1	104.3 1.1
4. Non-durable goods	113.8 0.7	115.0 1.1	118.7 3.2	118.6 -0.1	121.7 2.6	119.3 -1.9	122.2 2.4	120.9 -1.0
5. Services	109.3 0.8	109.9 0.6	110.4 0.5	111.2 0.7	111.5 0.2	111.3 -0.1	111.7 0.3	112.0 0.2
6. Government expenditure on goods and services:	108.5 0.8	108.9 0.3	110.6 1.6	111.6 0.9	111.6 -0.0	111.3 -0.3	113.8 2.2	113.7 -0.1
7. Current expenditure	109.4 0.8	109.9 0.4	111.7 1.7	113.0 1.1	112.6 -0.4	112.7 0.1	115.7 2.6	115.8 0.1
8. Capital expenditure	102.2 0.8	101.7 -0.5	102.7 1.0	102.2 -0.5	104.8 2.5	102.0 -2.7	101.2 -0.7	99.8 -1.4
9. Business gross fixed capital formation:	106.7 2.0	107.5 0.7	107.1 -0.4	107.7 0.6	108.1 0.4	106.7 -1.3	107.0 0.3	106.0 -1.0
10. Residential structures	115.4 2.6	116.3 0.8	116.4 0.1	118.1 1.4	120.4 2.0	121.6 1.0	124.1 2.1	124.3 0.2
11. Non-residential structures	113.0 1.1	113.5 0.4	114.3 0.7	115.2 0.8	116.5 1.1	116.3 -0.2	117.0 0.7	118.1 0.9
12. Machinery and equipment	99.5 1.8	100.3 0.8	99.1 -1.2	98.8 -0.3	97.5 -1.3	93.8 -3.8	92.4 -1.4	89.9 -2.7
13. Exports of goods and services	104.2 1.1	104.4 0.2	105.6 1.1	106.2 0.6	105.3 -0.8	100.0 -5.0	100.0 -0.1	99.0 -1.0
14. DEDUCT: Imports of goods and services	109.4 1.5	108.5 -0.9	109.3 0.8	109.0 -0.2	108.8 -0.2	102.7 -5.6	102.6 -0.1	100.7 -1.8
15. Gross Domestic Product at market prices	103.8 0.8 3.1	106.1 2.2 9.1	106.7 0.6 2.3	108.1 1.3 5.4	108.1 -0.0 -0.0	107.2 -0.8 -3.3	108.1 0.9 3.6	108.2 0.1 0.4
16. Final domestic demand	108.0 0.8	108.8 0.7	109.8 1.0	110.3 0.4	110.8 0.5	110.1 -0.7	111.1 0.9	110.8 -0.2

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	111.7 0.5	112.5 0.7	112.6 0.1	113.2 0.5	113.7 0.4	- -	- -	- -
2. Durable goods	97.1 -0.6	97.3 0.1	96.6 -0.7	97.0 0.5	97.1 0.0	- -	- -	- -
3. Semi-durable goods	103.9 -0.3	103.6 -0.4	102.4 -1.1	102.6 0.2	101.4 -1.1	- -	- -	- -
4. Non-durable goods	122.1 1.0	124.0 1.6	125.3 1.0	126.9 1.3	128.5 1.2	- -	- -	- -
5. Services	112.7 0.6	113.4 0.6	113.5 0.1	113.8 0.3	114.3 0.4	- -	- -	- -
6. Government expenditure on goods and services:	113.9 0.2	114.1 0.1	115.8 1.5	116.3 0.5	116.5 0.1	- -	- -	- -
7. Current expenditure	116.0 0.2	115.6 -0.3	117.3 1.5	117.9 0.5	118.1 0.2	- -	- -	- -
8. Capital expenditure	100.4 0.6	103.9 3.4	105.4 1.5	105.8 0.4	105.6 -0.2	- -	- -	- -
9. Business gross fixed capital formation:	107.2 1.2	109.6 2.3	109.4 -0.2	108.4 -0.9	109.2 0.7	- -	- -	- -
10. Residential structures	127.0 2.2	130.0 2.4	130.4 0.3	131.4 0.7	132.9 1.2	- -	- -	- -
11. Non-residential structures	120.4 2.0	123.2 2.3	125.6 2.0	127.2 1.3	127.6 0.2	- -	- -	- -
12. Machinery and equipment	90.0 0.0	91.9 2.1	90.5 -1.5	87.5 -3.3	87.8 0.3	- -	- -	- -
13. Exports of goods and services	99.8 0.8	102.5 2.7	101.0 -1.5	97.8 -3.2	98.9 1.2	- -	- -	- -
14. DEDUCT: Imports of goods and services	102.2 1.4	105.3 3.0	102.5 -2.6	98.6 -3.8	99.8 1.2	- -	- -	- -
15. Gross Domestic Product at market prices	108.9 0.7 2.6	109.9 0.9 3.5	110.0 0.1 0.4	110.7 0.6 2.4	111.2 0.5 2.1	- - -	- - -	- - -
16. Final domestic demand	111.4 0.5	112.4 0.8	112.8 0.4	113.1 0.3	113.5 0.4	- -	- -	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED**TABLE 7***Millions of dollars*

	2001	2002	2003	2004
1. Wages, salaries and supplementary labour income (domestic basis)	242,939 3.9	251,224 3.4	262,017 4.3	272,596 4.0
2. Corporation profits before taxes	49,616 -8.7	59,169 19.3	57,442 -2.9	65,860 14.7
3. Interest and miscellaneous investment income	17,028 -6.7	16,798 -1.4	16,805 0.0	17,668 5.1
4. Net income of unincorporated business *	29,566 6.1	31,919 8.0	32,659 2.3	34,032 4.2
5. Inventory valuation adjustment	465	-1,485	2,538	-891
6. Indirect taxes less subsidies	58,935 3.4	61,413 4.2	61,307 -0.2	65,013 6.0
7. Capital consumption allowances	54,894 7.2	58,007 5.7	60,936 5.0	63,663 4.5
8. Statistical discrepancy	517	867	99	-1,096
9. Gross Domestic Product at market prices	453,959 3.0	477,911 5.3	493,802 3.3	516,844 4.7

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	249,942 4.3	264,259 5.7	276,472 4.6	289,089 4.6
2. Durable goods	33,560 1.4	36,243 8.0	36,252 0.0	36,305 0.1
3. Semi-durable goods	22,134 3.9	23,010 4.0	23,545 2.3	24,591 4.4
4. Non-durable goods	56,807 6.4	59,977 5.6	64,257 7.1	67,706 5.4
5. Services	137,441 4.2	145,029 5.5	152,418 5.1	160,487 5.3
6. Government expenditure on goods and services:	86,910 5.6	92,904 6.9	99,437 7.0	104,733 5.3
7. Current expenditure	76,455 5.2	81,243 6.3	86,647 6.7	92,066 6.3
8. Capital expenditure	10,455 8.4	11,660 11.5	12,790 9.7	12,667 -1.0
9. Business gross fixed capital formation:	70,189 3.0	72,202 2.9	75,853 5.1	80,301 5.9
10. Residential structures	24,678 13.3	28,331 14.8	30,751 8.5	33,854 10.1
11. Non-residential structures	11,187 1.3	11,632 4.0	12,082 3.9	12,152 0.6
12. Machinery and equipment	34,324 -2.8	32,239 -6.1	33,020 2.4	34,296 3.9
13. Exports of goods and services	316,963 -1.1	324,368 2.3	310,925 -4.1	324,670 4.4
14. DEDUCT: Imports of goods and services	268,144 -2.3	274,572 2.4	271,616 -1.1	286,002 5.3
15. Value of physical change in inventories:	-1,386	-382	2,830	2,956
16. Non-farm	-1,317	-533	2,783	2,799
17. Farm	-76	195	68	155
18. Government	7	-44	-21	2
19. Statistical discrepancy	-517	-867	-99	1,096
20. Gross Domestic Product at market prices	453,959 3.0	477,911 5.3	493,802 3.3	516,844 4.7
21. Final domestic demand	407,042 4.3	429,364 5.5	451,762 5.2	474,123 4.9

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 9***Millions of chained (1997) dollars*

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	232,304 2.2	241,283 3.9	248,942 3.2	256,918 3.2
2. <i>Durable goods</i>	33,882 2.0	36,628 8.1	36,877 0.7	37,424 1.5
3. <i>Semi-durable goods</i>	21,139 3.0	21,966 3.9	22,714 3.4	23,845 5.0
4. <i>Non-durable goods</i>	49,959 1.7	51,460 3.0	53,090 3.2	54,353 2.4
5. <i>Services</i>	127,546 2.5	131,597 3.2	136,535 3.8	141,587 3.7
6. Government expenditure on goods and services:	81,347 4.6	84,530 3.9	88,321 4.5	91,057 3.1
7. <i>Current expenditure</i>	71,089 4.1	73,186 3.0	75,888 3.7	78,887 4.0
8. <i>Capital expenditure</i>	10,270 8.1	11,407 11.1	12,551 10.0	12,197 -2.8
9. Business gross fixed capital formation:	67,054 1.1	67,307 0.4	70,945 5.4	73,885 4.1
10. <i>Residential structures</i>	22,164 10.0	24,299 9.6	25,069 3.2	26,096 4.1
11. <i>Non-residential structures</i>	9,962 -0.3	10,202 2.4	10,330 1.3	9,792 -5.2
12. <i>Machinery and equipment</i>	34,877 -3.8	32,424 -7.0	35,407 9.2	38,129 7.7
13. Exports of goods and services	304,374 -2.6	308,593 1.4	307,635 -0.3	323,819 5.3
14. DEDUCT: Imports of goods and services	247,166 -4.8	251,797 1.9	262,055 4.1	280,045 6.9
15. Value of physical change in inventories:	-841	667	3,662	3,465
16. <i>Non-farm</i>	-759	608	3,578	3,095
17. <i>Farm</i>	-89	98	113	365
18. <i>Government</i>	7	-39	-29	5
19. Statistical discrepancy	-502	-824	-87	993
20. Gross Domestic Product at market prices	436,830 1.8	450,083 3.0	457,573 1.7	470,340 2.8
21. Final domestic demand	380,642 2.5	393,094 3.3	408,136 3.8	421,772 3.3

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2001	2002	2003	2004
1. Wages, salaries and supplementary labour income (national basis)	239,747 4.0	248,209 3.5	257,616 3.8	267,615 3.9
2. Net income of unincorporated business *	29,566 6.1	31,919 8.0	32,659 2.3	34,032 4.2
3. Interest, dividends and miscellaneous investment income	46,797 -1.4	44,227 -5.5	43,825 -0.9	45,028 2.7
4. Current transfers from government, corporations and non-residents	45,080 8.1	45,799 1.6	47,146 2.9	48,925 3.8
5. Equals: Personal income	361,189 3.9	370,153 2.5	381,245 3.0	395,600 3.8
6. Deduct: Personal direct taxes	62,305 4.0	60,076 -3.6	60,157 0.1	64,103 6.6
7. Other current transfers to government	24,018 7.0	25,703 7.0	27,093 5.4	27,571 1.8
8. Equals: Personal disposable income	274,866 3.6	284,375 3.5	293,996 3.4	303,926 3.4
9. Deduct: Personal expenditure on consumer goods and services	249,942 4.3	264,259 5.7	276,472 4.6	289,089 4.6
10. Current transfers to corporations	4,983 2.6	4,557 -8.5	5,171 13.5	5,462 5.6
11. Current transfers to non-residents	817 12.7	953 16.7	1,018 6.8	1,097 7.8
12. Equals: Personal saving	19,124 -4.6	14,606 -23.6	11,335 -22.4	8,271 -27.0
13. Personal saving rate (percent)	7.0	5.1	3.9	2.7
14. Real personal disposable income ** (millions of chained (1997) dollars)	255,476 1.6	259,716 1.7	264,813 2.0	270,209 2.0
15. Population (thousands)	11,898 1.8	12,102 1.7	12,257 1.3	12,393 1.1
16. Personal disposable income per capita (dollars)	23,103 1.8	23,498 1.7	23,987 2.1	24,525 2.2
17. Real personal disposable income per capita (chained (1997) dollars)	21,473 -0.2	21,460 -0.1	21,606 0.7	21,804 0.9

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE*Millions of dollars***TABLE 11**

	2001	2002	2003	2004
1. Exports of goods and services	316,963 -1.1	324,368 2.3	310,925 -4.1	324,670 4.4
2. Of which: International	230,994 -2.7	235,431 1.9	219,474 -6.8	229,805 4.7
3. Of which: Interprovincial	85,970 3.4	88,937 3.5	91,450 2.8	94,865 3.7
4. Imports of goods and services	268,144 -2.3	274,572 2.4	271,616 -1.1	286,002 5.3
5. Trade balance	48,819	49,796	39,309	38,668

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	107.6 2.0	109.5 1.8	111.1 1.4	112.5 1.3
2. Durable goods	99.1 -0.5	99.0 -0.1	98.3 -0.7	97.0 -1.3
3. Semi-durable goods	104.7 1.0	104.8 0.0	103.7 -1.0	103.1 -0.5
4. Non-durable goods	113.7 4.6	116.5 2.5	121.0 3.9	124.6 2.9
5. Services	107.8 1.7	110.2 2.3	111.6 1.3	113.3 1.5
6. Government expenditure on goods and services:	106.8 0.9	109.9 2.9	112.6 2.4	115.0 2.2
7. Current expenditure	107.5 1.1	111.0 3.2	114.2 2.9	116.7 2.2
8. Capital expenditure	101.8 0.2	102.2 0.4	101.9 -0.3	103.9 1.9
9. Business gross fixed capital formation:	104.7 1.8	107.3 2.5	106.9 -0.3	108.7 1.6
10. Residential structures	111.3 2.9	116.6 4.7	122.6 5.2	129.7 5.8
11. Non-residential structures	112.3 1.4	114.0 1.5	117.0 2.6	124.1 6.1
12. Machinery and equipment	98.4 1.0	99.4 1.0	93.4 -6.1	90.0 -3.7
13. Exports of goods and services	104.1 1.5	105.1 0.9	101.1 -3.8	100.3 -0.8
14. DEDUCT: Imports of goods and services	108.5 2.6	109.0 0.5	103.7 -4.9	102.2 -1.5
15. Gross Domestic Product at market prices	103.9 1.2	106.2 2.2	107.9 1.6	109.9 1.8
16. Final domestic demand	106.9 1.8	109.2 2.1	110.7 1.3	112.4 1.6

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Goods Producing Industries	126,067 3.6	127,302 1.0	128,336 0.8	127,922 -0.3	129,168 1.0	127,206 -1.5	126,029 -0.9	129,640 2.9
2. Primary	7,567 -1.9	7,750 2.4	7,874 1.6	8,051 2.2	7,808 -3.0	7,654 -2.0	7,594 -0.8	7,774 2.4
3. Agriculture, Forestry, Fishing & Hunting	4,335 -1.9	4,539 4.7	4,681 3.1	4,804 2.6	4,610 -4.1	4,651 0.9	4,625 -0.6	4,630 0.1
4. Mining	3,261 -1.6	3,243 -0.5	3,212 -1.0	3,269 1.8	3,247 -0.7	3,037 -6.5	3,082 1.5	3,277 6.4
5. Utilities	10,184 -1.4	10,376 1.9	9,969 -3.9	9,931 -0.4	10,323 3.9	9,676 -6.3	9,674 -0.0	9,631 -0.5
6. Electric Power	8,064 -2.3	8,098 0.4	7,838 -3.2	7,665 -2.2	7,862 2.6	7,455 -5.2	7,511 0.8	7,507 -0.1
7. Natural Gas, Water and Other	2,117 2.1	2,271 7.3	2,119 -6.7	2,251 6.2	2,451 8.9	2,220 -9.4	2,169 -2.3	2,136 -1.5
8. Construction	21,327 2.1	20,894 -2.0	20,975 0.4	21,024 0.2	21,373 1.7	21,687 1.5	21,921 1.1	22,803 4.0
9. Residential Buildings	8,633 5.8	8,423 -2.4	8,704 3.3	8,455 -2.9	8,578 1.5	8,845 3.1	9,027 2.1	9,642 6.8
10. Non-Residential Buildings and Engineering	12,704 -0.3	12,474 -1.8	12,270 -1.6	12,557 2.3	12,783 1.8	12,840 0.5	12,899 0.5	13,170 2.1
11. Manufacturing	86,442 4.9	88,048 1.9	89,488 1.6	89,245 -0.3	89,761 0.6	88,158 -1.8	86,393 -2.0	88,750 2.7
12. Food, Beverage, & Tobacco Products	9,811 1.1	9,741 -0.7	9,702 -0.4	9,616 -0.9	9,659 0.5	9,499 -1.7	9,419 -0.8	9,495 0.8
13. Textile, Clothing, & Leather Products	2,067 9.5	2,030 -1.8	2,003 -1.3	1,989 -0.7	1,928 -3.0	1,838 -4.7	1,782 -3.1	1,882 5.6
14. Wood Products and Furniture	5,064 5.5	5,036 -0.6	5,240 4.0	5,249 0.2	5,402 2.9	5,360 -0.8	5,171 -3.5	5,252 1.6
15. Paper Products and Printing	6,640 2.2	6,805 2.5	6,771 -0.5	6,752 -0.3	6,936 2.7	6,916 -0.3	6,950 0.5	7,178 3.3
16. Chemical and Petroleum Products	8,606 2.2	8,611 0.1	8,558 -0.6	8,484 -0.9	8,604 1.4	8,709 1.2	8,786 0.9	9,268 5.5
17. Plastic and Rubber Products	5,729 13.2	6,066 5.9	6,296 3.8	6,551 4.0	6,508 -0.6	6,043 -7.2	5,777 -4.4	5,901 2.1
18. Primary Metal & Fabricated Metal Products	12,430 4.5	12,745 2.5	12,638 -0.8	12,565 -0.6	12,727 1.3	12,404 -2.5	11,786 -5.0	12,425 5.4
19. Machinery	6,157 2.8	6,331 2.8	6,371 0.6	6,816 7.0	6,453 -5.3	6,222 -3.6	5,939 -4.5	6,002 1.1

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
20. Electrical and Electronic Products	6,965 10.3	7,137 2.5	6,854 -4.0	6,769 -1.2	7,041 4.0	6,974 -1.0	6,805 -2.4	7,108 4.5
21. Transportation Equipment	18,306 4.6	18,752 2.4	19,793 5.6	18,958 -4.2	19,051 0.5	18,893 -0.8	19,036 0.8	19,523 2.6
22. Auto Industry (Vehicles & Parts)	16,605 4.3	17,237 3.8	18,203 5.6	17,714 -2.7	17,876 0.9	17,629 -1.4	17,850 1.3	18,415 3.2
23. Other Transportation Equipment	1,687 5.1	1,509 -10.5	1,525 1.0	1,330 -12.8	1,246 -6.3	1,244 -0.1	1,098 -11.8	1,145 4.3
24. Other Manufacturing	3,977 4.2	4,000 0.6	4,210 5.2	4,264 1.3	4,328 1.5	4,369 0.9	4,276 -2.1	4,274 -0.0
25. Services Producing Industries	285,081 1.1	288,331 1.1	290,505 0.8	291,753 0.4	293,637 0.6	294,457 0.3	294,925 0.2	298,333 1.2
26. Wholesale Trade	26,933 3.2	28,013 4.0	28,330 1.1	29,313 3.5	29,851 1.8	29,731 -0.4	29,163 -1.9	30,363 4.1
27. Retail Trade	21,894 1.6	21,480 -1.9	21,328 -0.7	21,494 0.8	21,953 2.1	22,107 0.7	22,428 1.5	22,349 -0.4
28. Transportation and Warehousing	17,017 -0.1	17,014 -0.0	16,836 -1.0	16,552 -1.7	16,753 1.2	16,767 0.1	16,959 1.1	17,510 3.2
29. Information & Culture (including Telecommunications)	18,359 0.8	18,340 -0.1	18,331 -0.0	18,260 -0.4	18,648 2.1	18,938 1.6	18,976 0.2	19,138 0.9
30. Finance, Insurance, Real Estate, Rental & Leasing	90,679 0.7	91,961 1.4	91,675 -0.3	91,176 -0.5	91,326 0.2	92,755 1.6	93,626 0.9	94,334 0.8
31. Professional and Administrative Services	29,849 3.7	30,792 3.2	31,865 3.5	32,717 2.7	32,620 -0.3	32,482 -0.4	31,994 -1.5	31,470 -1.6
32. Education	16,752 -0.9	16,828 0.5	16,773 -0.3	16,633 -0.8	16,620 -0.1	16,698 0.5	16,775 0.5	17,131 2.1
33. Health Care and Social Services	22,511 0.8	22,671 0.7	22,730 0.3	22,768 0.2	23,125 1.6	23,223 0.4	23,609 1.7	23,871 1.1
34. Arts, Entertainment & Recreation	3,831 1.1	4,114 7.4	4,054 -1.5	4,110 1.4	4,146 0.9	4,160 0.3	4,105 -1.3	4,179 1.8
35. Accommodation and Food	9,148 1.1	9,140 -0.1	9,130 -0.1	9,063 -0.7	8,875 -2.1	8,306 -6.4	8,459 1.8	8,737 3.3
36. Other Services	9,285 1.4	9,401 1.3	9,629 2.4	9,637 0.1	9,633 -0.0	9,540 -1.0	9,485 -0.6	9,668 1.9
37. Public Administration	19,438 -0.2	19,166 -1.4	20,466 6.8	20,708 1.2	20,842 0.6	20,640 -1.0	20,219 -2.0	20,488 1.3
38. Total Production	411,274 1.8	416,111 1.2	419,330 0.8	420,539 0.3	423,535 0.7	422,287 -0.3	421,302 -0.2	428,436 1.7
	7.4	4.8	3.1	1.2	2.9	-1.2	-0.9	6.9

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Goods Producing Industries	128,045 -1.2	129,974 1.5	133,437 2.7	133,715 0.2	133,992 0.2	-	-	-
2. Primary	7,997 2.9	8,150 1.9	8,230 1.0	8,317 1.1	8,519 2.4	-	-	-
3. Agriculture, Forestry, Fishing & Hunting	4,696 1.4	4,720 0.5	4,733 0.3	4,820 1.8	4,993 3.6	-	-	-
4. Mining	3,293 0.5	3,415 3.7	3,474 1.7	3,467 -0.2	3,494 0.8	-	-	-
5. Utilities	9,795 1.7	9,578 -2.2	9,942 3.8	10,403 4.6	10,273 -1.2	-	-	-
6. Electric Power	7,630 1.6	7,461 -2.2	7,816 4.8	8,303 6.2	8,049 -3.1	-	-	-
7. Natural Gas, Water and Other	2,189 2.5	2,166 -1.0	2,201 1.6	2,200 -0.0	2,225 1.1	-	-	-
8. Construction	22,032 -3.4	21,618 -1.9	21,800 0.8	21,653 -0.7	21,726 0.3	-	-	-
9. Residential Buildings	9,248 -4.1	9,246 -0.0	9,622 4.1	9,433 -2.0	9,597 1.7	-	-	-
10. Non-Residential Buildings and Engineering	12,784 -2.9	12,372 -3.2	12,178 -1.6	12,220 0.3	12,126 -0.8	-	-	-
11. Manufacturing	88,222 -0.6	90,628 2.7	93,464 3.1	93,341 -0.1	93,653 0.3	-	-	-
12. Food, Beverage, & Tobacco Products	9,674 1.9	9,915 2.5	10,232 3.2	10,231 -0.0	10,228 -0.0	-	-	-
13. Textile, Clothing, & Leather Products	1,815 -3.5	1,820 0.3	1,785 -1.9	1,738 -2.6	1,773 2.1	-	-	-
14. Wood Products and Furniture	5,212 -0.8	5,255 0.8	5,359 2.0	5,582 4.1	5,635 1.0	-	-	-
15. Paper Products and Printing	6,881 -4.1	6,858 -0.3	6,938 1.2	6,721 -3.1	6,662 -0.9	-	-	-
16. Chemical and Petroleum Products	9,316 0.5	9,306 -0.1	9,656 3.8	9,548 -1.1	9,392 -1.6	-	-	-
17. Plastic and Rubber Products	5,976 1.3	6,124 2.5	6,251 2.1	6,328 1.2	6,367 0.6	-	-	-
18. Primary Metal & Fabricated Metal Products	11,954 -3.8	12,629 5.6	13,271 5.1	13,278 0.0	13,456 1.3	-	-	-
19. Machinery	6,013 0.2	6,237 3.7	6,537 4.8	6,560 0.4	6,949 5.9	-	-	-

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
20. Electrical and Electronic Products	7,114 0.1	7,374 3.7	7,682 4.2	7,571 -1.5	7,846 3.6	-	-	-
21. Transportation Equipment	19,774 1.3	20,098 1.6	20,482 1.9	20,235 -1.2	19,770 -2.3	-	-	-
22. Auto Industry (Vehicles & Parts)	18,595 1.0	18,869 1.5	19,220 1.9	18,832 -2.0	18,454 -2.0	-	-	-
23. Other Transportation Equipment	1,179 3.0	1,228 4.2	1,261 2.7	1,402 11.2	1,364 -2.7	-	-	-
24. Other Manufacturing	4,200 -1.7	4,426 5.4	4,391 -0.8	4,376 -0.3	4,474 2.2	-	-	-
25. Services Producing Industries	301,444 1.0	304,687 1.1	305,508 0.3	307,046 0.5	309,424 0.8	-	-	-
26. Wholesale Trade	30,309 -0.2	31,750 4.8	32,164 1.3	32,756 1.8	32,961 0.6	-	-	-
27. Retail Trade	22,668 1.4	22,671 0.0	23,068 1.8	23,309 1.0	23,564 1.1	-	-	-
28. Transportation and Warehousing	17,488 -0.1	17,615 0.7	17,700 0.5	17,737 0.2	17,939 1.1	-	-	-
29. Information & Culture (including Telecommunications)	19,045 -0.5	19,196 0.8	18,970 -1.2	18,805 -0.9	18,844 0.2	-	-	-
30. Finance, Insurance, Real Estate, Rental & Leasing	95,081 0.8	96,175 1.2	96,449 0.3	97,006 0.6	98,399 1.4	-	-	-
31. Professional and Administrative Services	32,216 2.4	32,847 2.0	32,957 0.3	33,134 0.5	33,197 0.2	-	-	-
32. Education	17,280 0.9	17,371 0.5	16,713 -3.8	16,812 0.6	17,188 2.2	-	-	-
33. Health Care and Social Services	23,990 0.5	23,955 -0.1	24,323 1.5	24,337 0.1	24,255 -0.3	-	-	-
34. Arts, Entertainment & Recreation	4,149 -0.7	4,171 0.5	4,172 0.0	4,165 -0.2	4,140 -0.6	-	-	-
35. Accommodation and Food	8,731 -0.1	8,754 0.3	8,706 -0.5	8,793 1.0	8,772 -0.2	-	-	-
36. Other Services	9,742 0.8	9,722 -0.2	9,645 -0.8	9,719 0.8	9,758 0.4	-	-	-
37. Public Administration	20,882 1.9	20,735 -0.7	21,053 1.5	21,022 -0.1	21,082 0.3	-	-	-
38. Total Production	429,385 0.2 0.9	434,452 1.2 4.8	438,631 1.0 3.9	440,343 0.4 1.6	443,146 0.6 2.6	-	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2001	2002	2003	2004
1. Goods Producing Industries	123,349 -2.2	127,407 3.3	128,011 0.5	131,293 2.6
2. Primary	7,642 -1.1	7,810 2.2	7,708 -1.3	8,174 6.0
3. Agriculture, Forestry, Fishing & Hunting	4,477 -4.2	4,590 2.5	4,629 0.8	4,742 2.4
4. Mining	3,232 4.6	3,246 0.4	3,161 -2.6	3,412 8.0
5. Utilities	10,042 1.7	10,115 0.7	9,826 -2.9	9,929 1.1
6. Electric Power	7,942 2.4	7,916 -0.3	7,584 -4.2	7,802 2.9
7. Natural Gas, Water and Other	2,098 -0.9	2,190 4.4	2,244 2.5	2,189 -2.4
8. Construction	19,961 7.6	21,055 5.5	21,946 4.2	21,776 -0.8
9. Residential Buildings	7,783 8.4	8,554 9.9	9,023 5.5	9,387 4.0
10. Non-Residential Buildings and Engineering	12,179 7.1	12,501 2.6	12,923 3.4	12,389 -4.1
11. Manufacturing	85,502 -4.9	88,306 3.3	88,266 -0.0	91,414 3.6
12. Food, Beverage, & Tobacco Products	9,712 3.5	9,718 0.1	9,518 -2.1	10,013 5.2
13. Textile, Clothing, & Leather Products	2,059 -7.1	2,022 -1.8	1,858 -8.1	1,789 -3.7
14. Wood Products and Furniture	4,863 2.6	5,147 5.8	5,296 2.9	5,352 1.0
15. Paper Products and Printing	6,543 4.0	6,742 3.0	6,995 3.7	6,849 -2.1
16. Chemical and Petroleum Products	8,168 9.1	8,565 4.9	8,842 3.2	9,456 6.9
17. Plastic and Rubber Products	5,543 -5.2	6,160 11.1	6,057 -1.7	6,170 1.9
18. Primary Metal & Fabricated Metal Products	12,177 -3.8	12,595 3.4	12,336 -2.1	12,783 3.6
19. Machinery	6,262 -4.1	6,419 2.5	6,154 -4.1	6,337 3.0

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 14***Millions of chained (1997) dollars*

	2001	2002	2003	2004
20. Electrical and Electronic Products	8,080 -26.3	6,931 -14.2	6,982 0.7	7,435 6.5
21. Transportation Equipment	17,874 -10.8	18,952 6.0	19,126 0.9	20,147 5.3
22. Auto Industry (Vehicles & Parts)	16,244 -10.2	17,440 7.4	17,943 2.9	18,879 5.2
23. Other Transportation Equipment	1,630 -16.8	1,513 -7.2	1,183 -21.8	1,268 7.1
24. Other Manufacturing	3,949 3.9	4,113 4.1	4,312 4.8	4,348 0.8
25. Services Producing Industries	279,905 3.6	288,918 3.2	295,338 2.2	304,671 3.2
26. Wholesale Trade	26,496 1.0	28,147 6.2	29,777 5.8	31,745 6.6
27. Retail Trade	20,943 4.9	21,549 2.9	22,209 3.1	22,929 3.2
28. Transportation and Warehousing	16,567 3.0	16,855 1.7	16,997 0.8	17,635 3.8
29. Information & Culture (including Telecommunications)	17,465 9.4	18,323 4.9	18,925 3.3	19,004 0.4
30. Finance, Insurance, Real Estate, Rental & Leasing	88,161 6.0	91,373 3.6	93,010 1.8	96,178 3.4
31. Professional and Administrative Services	30,098 -0.3	31,306 4.0	32,142 2.7	32,788 2.0
32. Education	17,023 0.1	16,746 -1.6	16,806 0.4	17,044 1.4
33. Health Care and Social Services	22,033 2.6	22,670 2.9	23,457 3.5	24,151 3.0
34. Arts, Entertainment & Recreation	3,744 5.1	4,027 7.6	4,147 3.0	4,164 0.4
35. Accommodation and Food	9,016 3.7	9,120 1.2	8,594 -5.8	8,746 1.8
36. Other Services	9,279 3.4	9,488 2.2	9,581 1.0	9,707 1.3
37. Public Administration	19,492 1.7	19,944 2.3	20,548 3.0	20,923 1.8
38. Total Production	403,543 1.8	416,813 3.3	423,890 1.7	435,703 2.8

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics@fin.gov.on.ca
website: <http://www.gov.on.ca/FIN/english/enghome.htm>

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Publications

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**Ontario
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**Second Quarter
of 2005**
(April, May, June)

Ontario Economic Accounts



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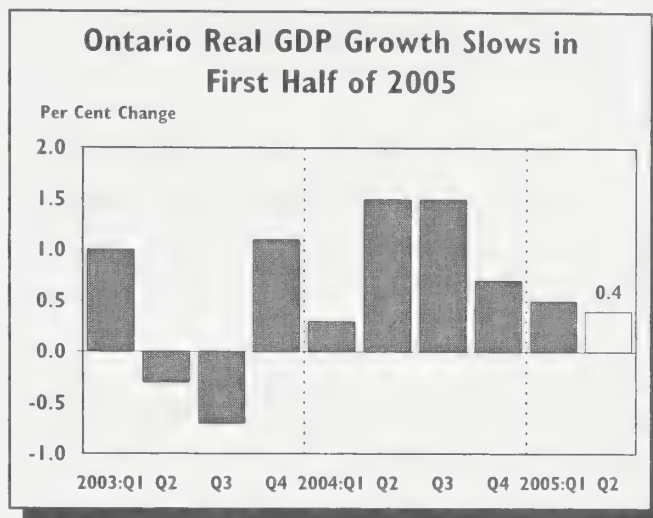
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SECOND-QUARTER HIGHLIGHTS: APRIL-JUNE 2005

- ❑ Ontario's **real Gross Domestic Product** grew by 0.4% in the second (April to June) quarter of 2005, down from the 0.5% rate in the first quarter. Ontario's economic growth lagged that of Canada and the U.S. which both grew by 0.8% in the second quarter.
- ❑ Ontario growth was supported primarily by household spending. The Province's net trade position improved as imports fell more than exports. **Final domestic demand** increased by 0.4% in the second quarter, an appreciable slowdown from the first quarter's 1.1% pace and the weakest growth since the third quarter of 2001.
- ❑ The largest source of second quarter growth was **real consumer spending**. Consumer spending grew by 0.5%, led by solid gains in purchases of home furnishings and clothing and footwear.
- ❑ **Real business investment** in plant and equipment increased 0.2% in the second quarter. This was the fourth consecutive increase in business capital expenditures, but was markedly slower than the average 1.4% quarterly advance over the previous three quarters. **Machinery and equipment** investment increased 0.3% in the second quarter after rising by 1.0% in the first quarter, while **non-residential construction** fell 0.1% in the second quarter after rising 1.9% in the previous quarter.
- ❑ **Real residential construction** investment fell by 2.0% in second quarter, reversing a robust 1.9% first quarter gain. A 4.9% drop in renovation activity, along with a fourth consecutive quarterly decline (-2.9%) in new housing investment, more than offset a robust 6.0% jump in ownership transfer costs.
- ❑ Ontario's **real net trade surplus** contributed to second quarter growth, rising \$1.0 billion to \$41.5 billion (\$1997). This improvement in the trade balance was the result of a steeper decline in **imports** (-0.7%) than in **exports** (-0.3%).
- ❑ A slower build-up in **real non-farm inventories** in the second quarter was the largest drag on growth for the economy. Inventory stocks increased by \$4.9 billion (\$1997, annualized) in the



second quarter, down from the \$6.3 billion (\$1997, annualized) build-up in the first quarter. The second quarter accumulation was concentrated at the wholesale and retail trade levels.

- In **current dollars**, **GDP** advanced 1.0% in the second quarter, matching its first quarter rate of growth. Economy-wide prices, as measured by the **GDP implicit price index**, increased by 0.5% in the second quarter, equal to the first quarter increase.
- At the **industry level GDP** output advanced 0.4% (1.8% annualized) in the second quarter as economic growth slowed from its 0.6% first quarter pace. Output by the finance, insurance and real estate sector was the primary contributor to growth, increasing 0.9% in the April to June quarter, the tenth quarter of uninterrupted growth for this sector.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2003	2004	2004:3	2004:4	2005:1	2005:2
Real GDP (Chained \$ 1997)	1.7	2.8	1.5	0.7	0.5	0.4
(annualized rate)			6.0	2.7	2.2	1.6
Personal spending	3.2	3.2	1.2	1.2	0.8	0.5
Government spending	4.5	3.1	-0.8	0.2	1.5	1.0
Residential construction	3.2	4.1	3.9	-2.6	1.9	-2.0
Non-residential construction	1.3	-5.2	-0.6	0.1	1.9	-0.1
Machinery & equipment	9.2	7.7	1.5	2.5	1.0	0.3
Final Domestic Demand	3.8	3.3	0.9	0.8	1.1	0.4
Exports	-0.3	5.3	-0.3	0.5	0.3	-0.3
Imports	4.1	6.9	2.8	1.6	-0.3	-0.7
Business inventories (Chained \$1997 billions)	3.6	3.1	7.4	9.9	6.3	4.9
Nominal GDP (\$ Current)	3.3	4.7	1.6	1.2	1.0	1.0
Corporation profits	-2.9	14.7	2.2	2.1	1.5	0.8
Personal income	3.0	3.8	0.8	1.1	0.9	1.3
Disposable income	3.4	3.4	0.2	1.0	0.5	0.9
Implicit price index, GDP	1.6	1.8	0.1	0.6	0.5	0.5

DEMAND AND INCOMES

CONSUMER SPENDING GROWTH MODEST IN SECOND QUARTER

Real consumer spending continued to moderate in the second quarter of 2005 with growth slowing to 0.5%, from a 0.8% pace in the first quarter. The pace of consumer spending in the first two quarters of 2005 has slowed from the solid 1.1% average quarterly growth in 2004.

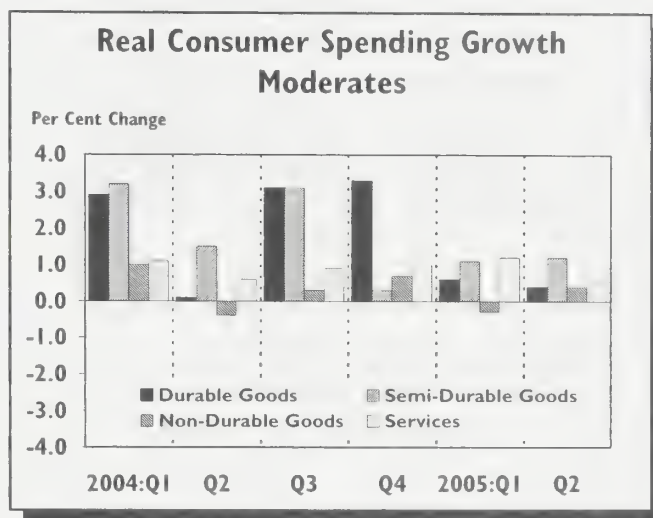
Real spending on durable goods remained sluggish, advancing 0.4% in the second quarter, much the same as the first quarter 0.6% gain. Spending in the first two quarters of 2005 has eased considerably from the robust 3.3% growth in the fourth quarter of 2004. A decline in motor vehicle spending since the fourth quarter of last year has been the major source of the slowdown.

Real spending on clothing jumped a strong 2.1% in the second quarter, improving on a 1.3% first quarter performance. This helped push semi-durable spending up 1.2% in the second quarter, following a 1.1% increase in the first quarter of 2005.

Real non-durable spending rebounded in the second quarter, increasing by 0.4%, after declining 0.3% in the previous quarter. Stronger spending on alcohol and pharmaceutical and personal care products contributed to the modest gain, more than offsetting a decline in gasoline consumption as consumers responded to higher pump prices in the second quarter.

Real spending on services increased 0.6% in the second quarter, half the 1.2% pace registered in the first quarter of 2005.

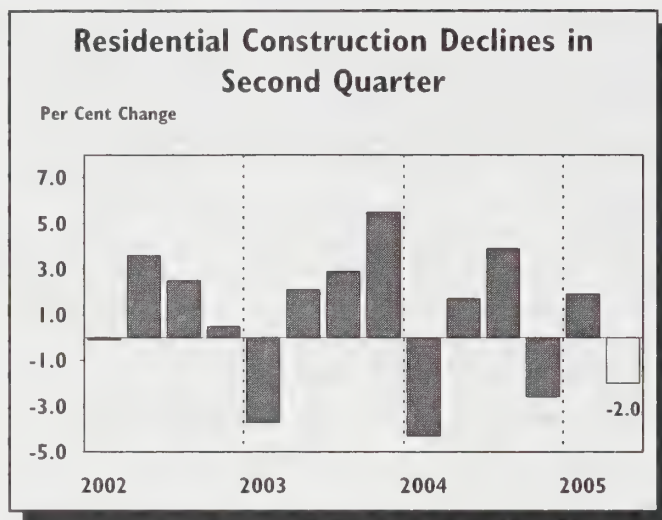
Personal disposable income was up 0.9% in the second quarter, following a modest 0.5% increase in the first quarter. Labour income, the largest component of household income, increased 1.4%, improving from a 1.0% pace in the previous quarter. Contributing to the healthy labour income growth was a 1.0% jump in Ontario employment (61,000 new jobs), the strongest gain in the last ten quarters.



RESIDENTIAL CONSTRUCTION DECLINES IN SECOND QUARTER

Real residential construction investment fell by 2.0% in the second quarter, reversing a solid 1.9% first quarter gain. A 4.9% drop in renovation activity along with a fourth consecutive quarterly decline in new housing investment (-2.9%), more than offset a robust 6.0% jump in ownership transfer costs in the second quarter.

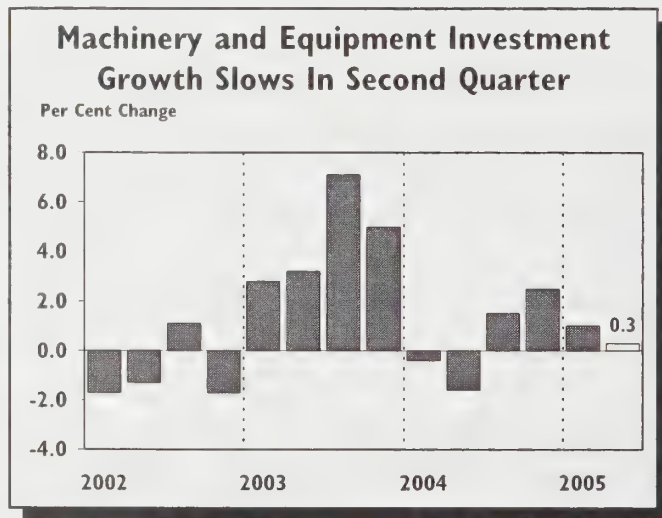
The sharp drop in renovation activity in the second quarter follows a stellar 7.9% first quarter advance. Overall, housing renovations remain solid, with growth averaging 1.5% per quarter over the last year and a half. New housing activity, however, has slowed considerably with investment in new homes decreasing in five of the last six quarters. This reflects Ontario's housing starts, which have moderated since 2003, falling in four of the last six quarters. Despite the easing, housing starts remain at historically high levels, above 80,000 units.



BUSINESS INVESTMENT GROWTH SLOWS IN SECOND QUARTER

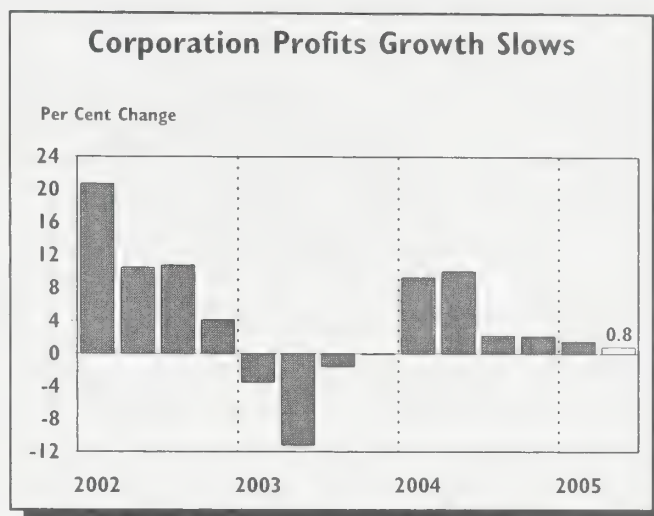
Business investment in plant and equipment increased 0.2% in the second quarter, following a 1.2% rise in the previous quarter. Spending on both machinery and equipment and non-residential construction slowed considerably.

Real machinery and equipment investment increased by 0.3% in the second quarter, after rising by 1.0% in the first quarter. A surge in truck and other transportation equipment investment was offset by declines in telecommunication equipment and industrial machinery investment.



Real non-residential construction fell 0.1% in the second quarter, after rising 1.9% in the previous quarter. The decline in fixed capital investment was due largely to a drop in industrial and commercial building construction after several quarters of expansion.

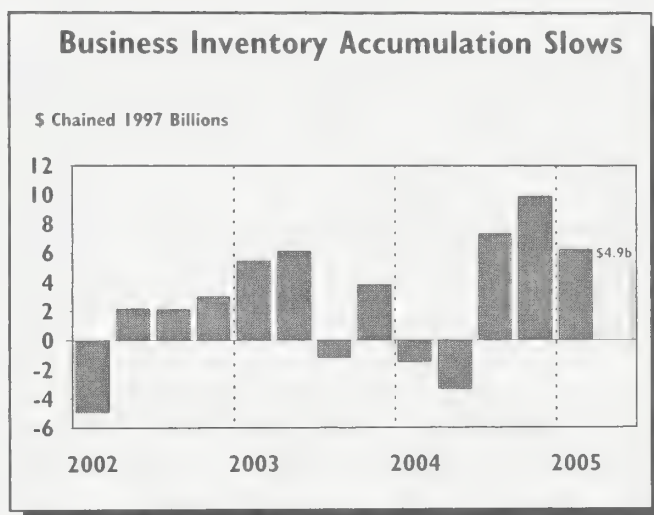
Pre-tax corporate profits rose 0.8% in the second quarter, following a 1.5% first quarter gain. Profit gains in 2005 have slowed considerably from last year's brisk growth which averaged close to 6.0% per quarter in 2004. In the second quarter, higher profits in the wholesale and retail trade sectors were partially offset by lower profits in the manufacturing and financial sectors.



BUSINESS INVENTORY ACCUMULATION SLOWS

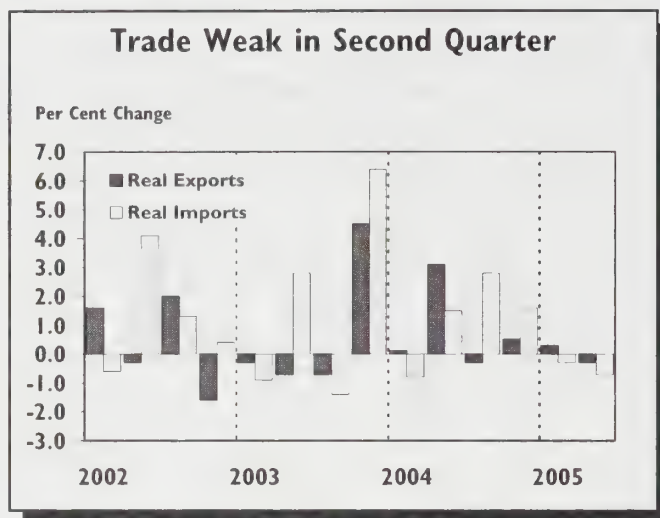
Ontario businesses continued to accumulate inventories in the second quarter of 2005, but at a much slower rate than in the previous three quarters. Inventory stocks grew by an annualized \$4.9 billion (\$1997) in the second quarter, slowing from the \$6.3 billion build-up in the first quarter and just half the record \$9.9 billion build-up in the fourth quarter of 2004.

The accumulation was concentrated at the wholesale and retail trade levels. Wholesale inventory accumulation was strongest in building materials with smaller increases in motor vehicles and other durables. These were partially offset by a drawdown in machinery and equipment inventories. Retail inventory accumulation was concentrated in non-auto durables.



EXPORTS AND IMPORTS FALL IN SECOND QUARTER

Real exports fell 0.3% in the second quarter, after rising 0.3% in the previous quarter. Much of the weakness was a reflection of a 4.8% drop in the export of automotive products, which comprise 40% of Ontario's international goods exports. Auto exports, which have fallen in three of the last four quarters, contributed to the weaker export performance. Weak second quarter auto exports were offset by stronger exports of machinery and equipment (+5.7%), other consumer goods (+3.2%) and industrial goods and materials (+1.7%).



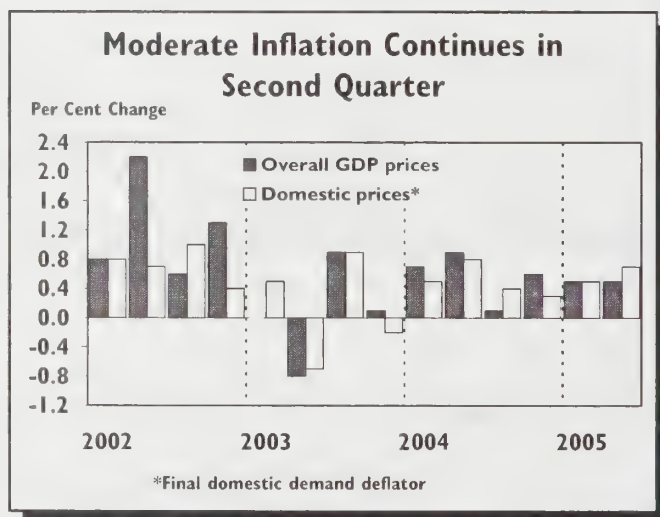
Real imports also declined in the second quarter, falling 0.7% following a 0.3% drop in the first quarter. Reduced imports of industrial goods and materials (-2.7%), machinery and equipment (-1.0%) and agricultural products (-0.9%) more than offset stronger auto (+1.8%) and other consumer product imports (+1.0%). With imports falling more than exports, Ontario's **real trade surplus** widened by just over \$1.0 billion to \$41.5 billion (\$1997) in the second quarter.

GDP INFLATION REMAINS MODEST IN SECOND QUARTER

Economy-wide prices as measured by the GDP implicit price index rose by 0.5% in the second quarter, matching their first quarter increase.

The most significant price increases occurred for Ontario's trade components where average prices increased by 1.7% for exports and 2.4% for imports in the second quarter. Higher energy prices were the dominant factor for imports in the second quarter. Also exerting upward price pressure on the trade deflators was a 1.4% drop in the Canadian dollar against the U.S. dollar, the second consecutive quarterly decline.

A modest 0.4% rise in consumer expenditure prices helped moderate inflation in the second quarter. Overall final domestic demand prices rose by 0.7% in the second quarter, following a 0.5% increase in the first quarter.



ONTARIO PRODUCTION BY INDUSTRY

INDUSTRIAL PRODUCTION IN APRIL-JUNE QUARTER OF 2005

Industrial output advanced by 0.4% in the second quarter of 2005 (1.8% annualized) as economic growth slowed from its 0.6% pace in the first quarter. The service sector posted its best performance in a year in the second quarter, rising 0.9%, while output of the goods-producing sector fell 0.8%.

The financial (+0.9%) and wholesale trade (+2.7%) sectors contributed most of the economy's second quarter growth. Activity in the professional and administrative services (+1.3%) and education (+1.4%) sectors also increased significantly.

Among goods-producing industries, manufacturing production fell 1.2% as the auto industry's output dropped 3.1%. A decline in construction (-1.7%) also hampered overall growth in the second quarter.

ONTARIO OUTPUT BY SECTOR

(% change from previous period, chained \$1997)

	2003	2004	2004:3	2004:4	2005:1	2005:2
Goods Sector	0.5	2.6	2.7	0.2	0.2	-0.8
Primary Industries	-1.3	6.0	1.0	1.1	2.8	2.5
Utilities	-2.9	1.1	3.8	4.6	-1.1	0.7
Construction	4.2	-0.8	0.8	-0.7	-0.1	-1.7
Manufacturing	0.0	3.6	3.1	-0.1	0.4	-1.2
Of which: Auto Industry	2.9	5.2	1.9	-2.0	-1.4	-3.1
Service Sector	2.2	3.2	0.3	0.5	0.7	0.9
Wholesale Trade	5.8	6.6	1.3	1.8	0.7	2.7
Retail Trade	3.1	3.2	1.8	1.0	1.2	0.5
Transportation and Warehousing	0.8	3.8	0.5	0.2	1.3	0.4
Information and Cultural Industries	3.3	0.4	-1.2	-0.9	0.2	0.5
Finance, Insurance, Real Estate	1.8	3.4	0.3	0.6	1.2	0.9
Public Administration	3.0	1.8	1.5	-0.1	0.3	0.6
Ontario Output at Basic Prices	1.7	2.8	1.0	0.4	0.6	0.4
(annualized rate)			3.9	1.6	2.5	1.8

Note: Ontario output by sector is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT FALLS

Manufacturing output fell 1.2% in the second quarter of 2005, erasing a 0.4% gain in the first quarter. This decline offset more than one-third of the growth that occurred in the rest of the economy.

Eight of the eleven manufacturing industries included in the Ontario Economic Accounts, representing almost three-quarters of the sector, reduced output in the second quarter.

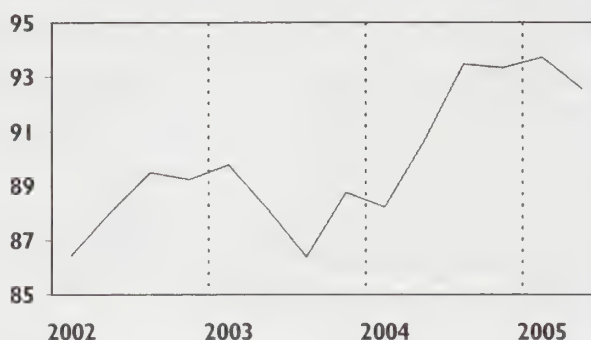
Output in the auto industry fell for the third consecutive quarter, dropping 3.1%. Both the auto assembly (-5.3%) and auto parts (-2.0%) industries lowered output as the industry attempted to control the build-up of inventories of unsold North American vehicles.

Other manufacturing industries with weaker second quarter production include plastic and rubber products (-2.1%), textile, clothing and leather products (-6.8%) and chemical and petroleum products (-1.2%). Output in the "other manufacturing" industry fell 4.7%, mainly due to a steep 6.2% drop in the production of non-metallic mineral products.

These declines were partly offset by output growth in electrical and electronic products (+2.3%), and food, beverage and tobacco products (+1.2%).

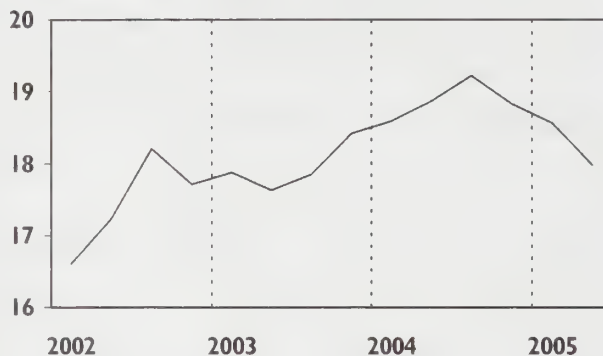
Manufacturing Down in Second Quarter

\$ 1997 Billions



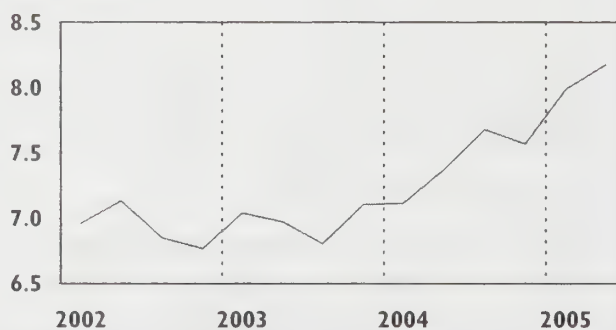
Auto Industry Output Slides Lower

\$ 1997 Billions



Electrical & Electronics Output Rises

\$ 1997 Billions

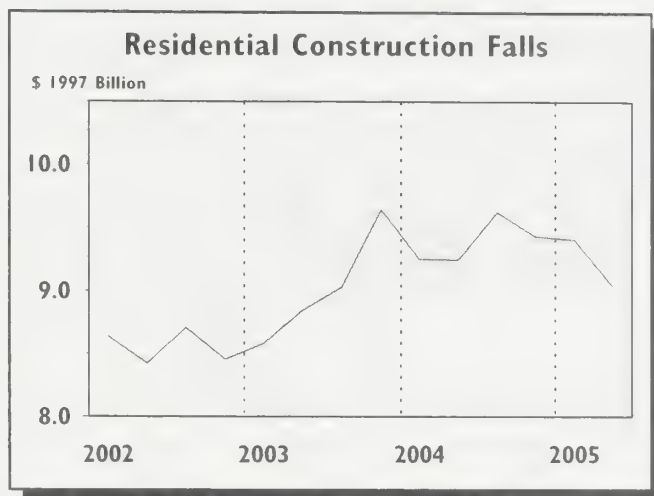


RESIDENTIAL CONSTRUCTION DOWN

Residential construction fell 3.9% in the second quarter, reflecting a decline in the number of housing starts in the second half of 2004 and the first quarter of this year. Over the first half of 2005, housing starts were 6% below their average level in 2004.

Output of the non-residential and engineering construction industries held steady (+0.1%) but remains near its lowest level since mid-2001.

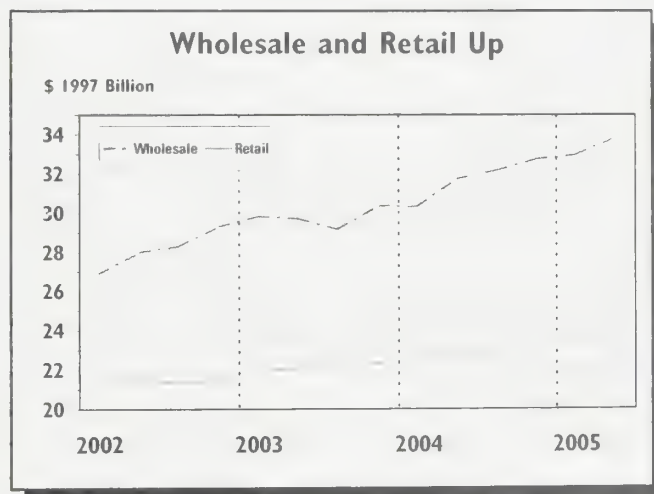
As a result, total construction fell 1.7% in the second quarter, declining for the fifth time over the last six quarters.



WHOLESALE AND RETAIL SECTORS GROW

Wholesaling activity surged 2.7% in the second quarter, following modest growth (+0.7%) in the first quarter. The most significant increase in activity came from a jump of almost 8% in sales by motor vehicle wholesalers.

Retail sector growth slowed to 0.5% in the second quarter, following average growth of 1.3% over the previous three quarters. Higher growth in clothing stores offset lower sales volumes in supermarkets.



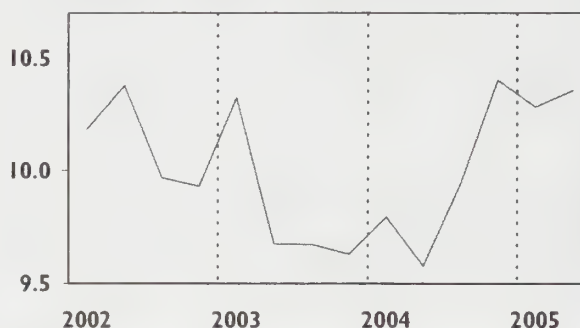
RESOURCES AND UTILITIES

Production in the primary sector reached a new high for the fifth consecutive quarter, hitting \$8.8 billion (\$1997) in the second quarter. Output in the agriculture, forestry, fishing and hunting sector surged 3.7%, led by crop and animal production. This followed a 4.4% first quarter increase. Mining output rose 1.4% in the second quarter.

Utilities output rose 0.7% in the second quarter following a 1.1% decline in the first quarter. Electric power production rose 1.5%, partly reflecting unseasonably warm weather in June. Natural gas and water distribution output dropped 2.2% in the quarter.

Utilities Output Improves

\$ 1997 Billion



EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

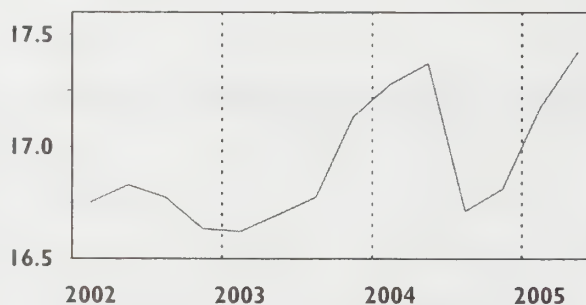
Education services output rose 1.4% in the second quarter following a 2.2% increase in the first quarter.

Production in the health care and social services sector rose in the second quarter (+0.7%) after a slight decline (-0.3%) in the first quarter.

Activity in the public administration sector rose 0.6% in the second quarter, led by 1.5% growth in federal government activity.

Education Activity Rises

\$ 1997 Billion

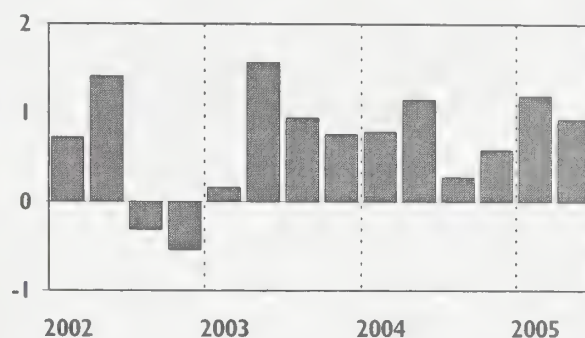


OTHER SERVICE SECTORS

Output by the finance, insurance and real estate sector grew 0.9% in the second quarter and was the primary contributor to growth in the overall economy. The second quarter advance was spurred on by higher activity at banks, real estate agents and securities brokers. This was the tenth quarter of uninterrupted growth for the financial sector.

Finance, Insurance & Real Estate Up in 2005q2

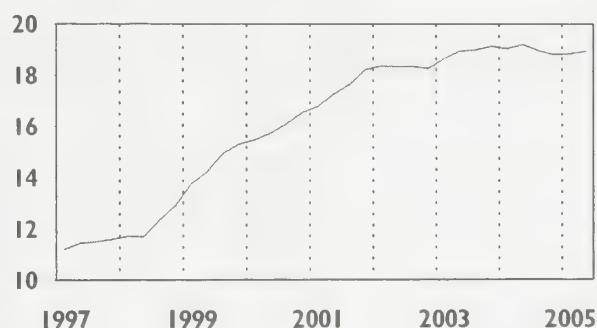
Per Cent Change



Output by the information and culture sector (which includes telecommunications) rose 0.5%. The second quarter increase was the sector's best over the last year.

Information & Cultural Growth Resumes

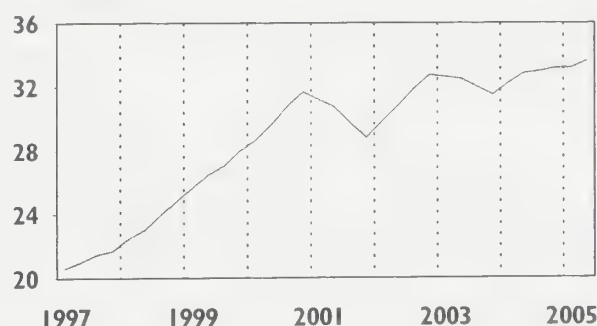
\$ 1997 Billion



Production of professional and administrative services rose 1.3% in the second quarter, accelerating from a 0.2% first quarter increase. Employment in this sector rose by nearly 11,000 jobs (+1.9%) over the quarter to 590,000 workers. Compared to five years ago, the professional and administrative service industry has increased its workforce by 18%, leading all other service sector industries covered by the Ontario Economic Accounts.

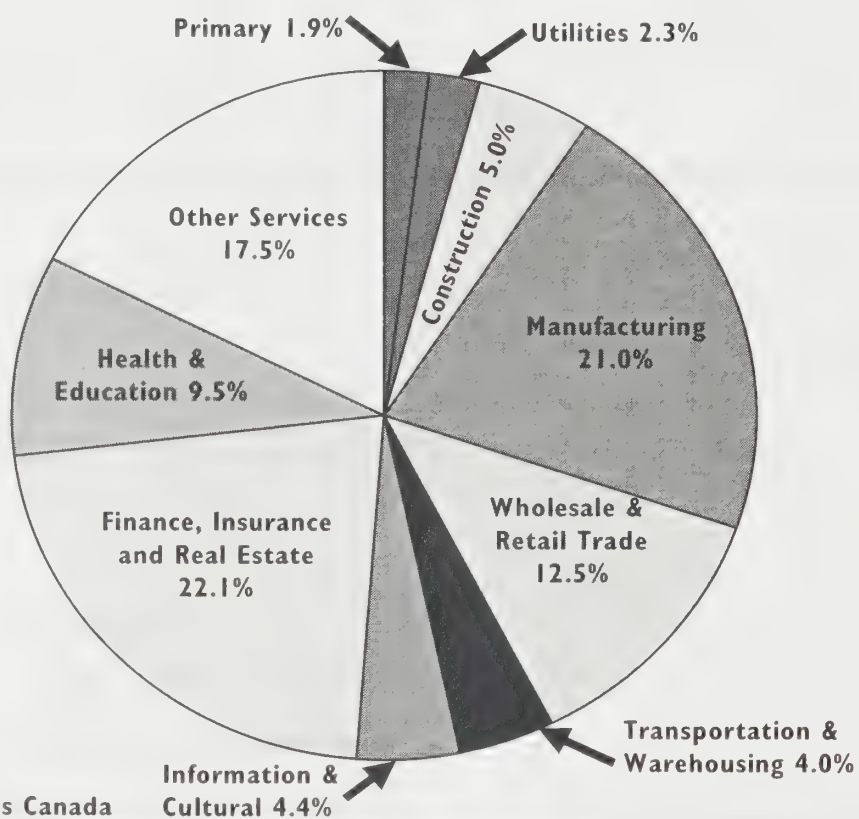
Professional and Administrative Services Output

\$ 1997 Billion



Structure of the Ontario Economy, 2004

Per Cent Share of GDP



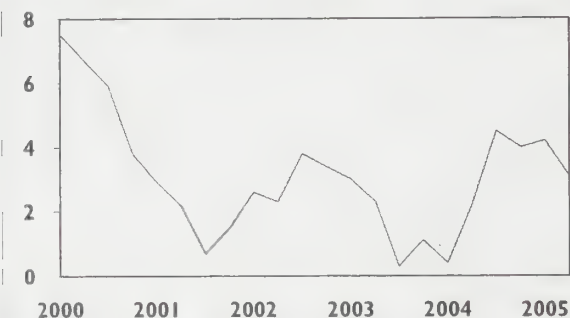
Source: Statistics Canada

ONTARIO ECONOMIC ACCOUNTS: SUMMARY CHARTS

(2000:1 - 2005:2)

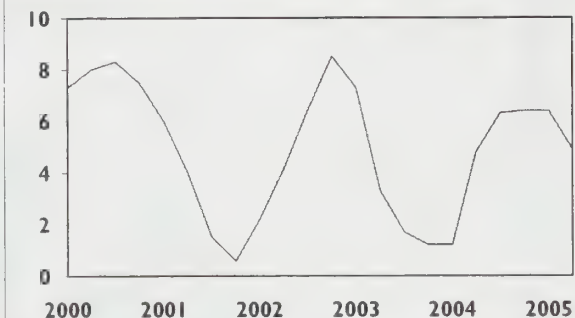
Gross Domestic Product (Chained \$ 1997)

Per Cent Change, Year-Over-Year



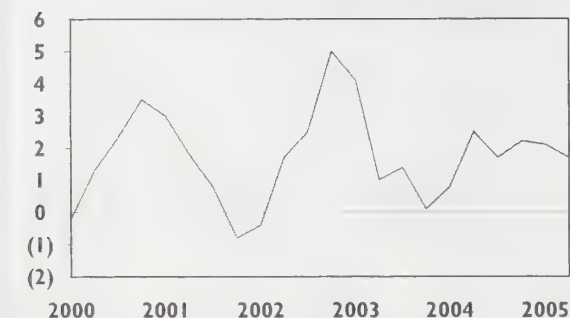
Gross Domestic Product (\$ Current)

Per Cent Change, Year-Over-Year



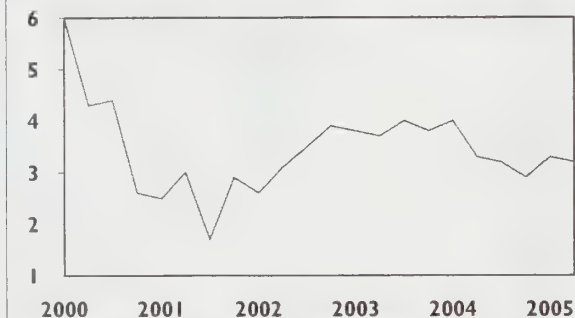
GDP Deflator (1997 = 100)

Per Cent Change, Year-Over-Year



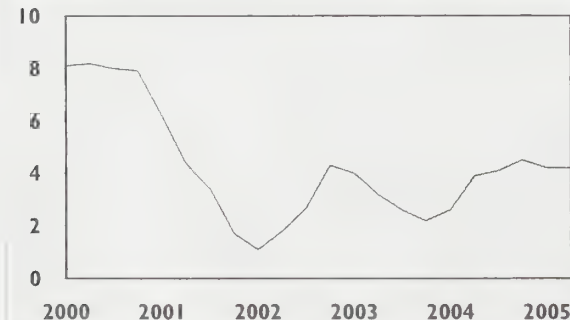
Final Domestic Demand (Chained \$ 1997)

Per Cent Change, Year-Over-Year



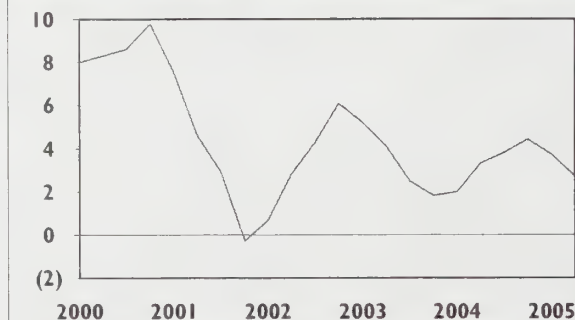
Personal Income (\$ Current)

Per Cent Change, Year-Over-Year



Personal Disposable Income (\$ Current)

Per Cent Change, Year-Over-Year

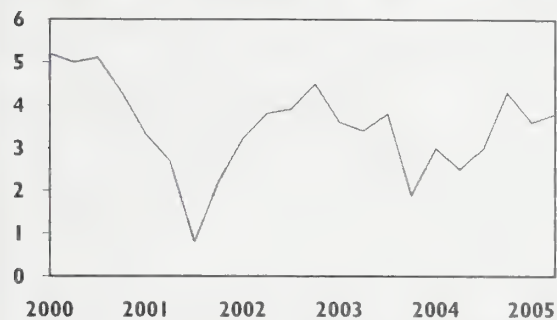


ONTARIO ECONOMIC ACCOUNTS: SUMMARY CHARTS

(2000:1 - 2005:2)

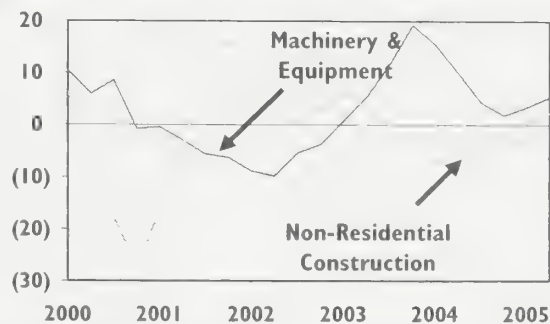
Consumer Spending (Chained \$ 1997)

Per Cent Change, Year-Over-Year



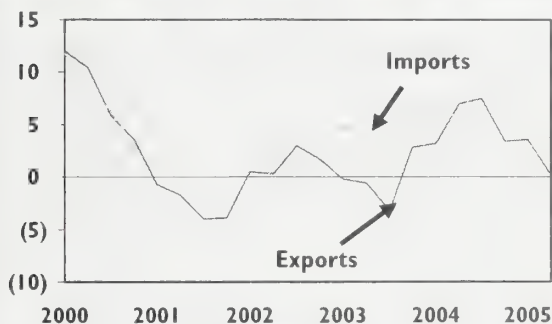
Business Plant & Equipment (Chained \$ 1997)

Per Cent Change, Year-Over-Year



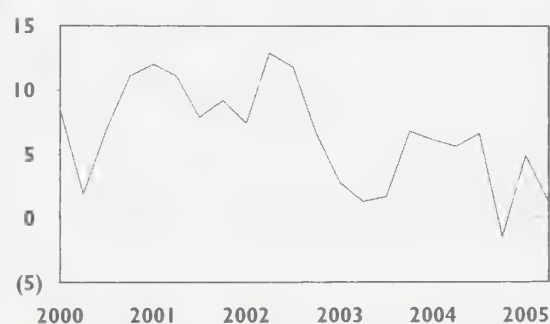
Trade (Chained \$ 1997)

Per Cent Change, Year-Over-Year



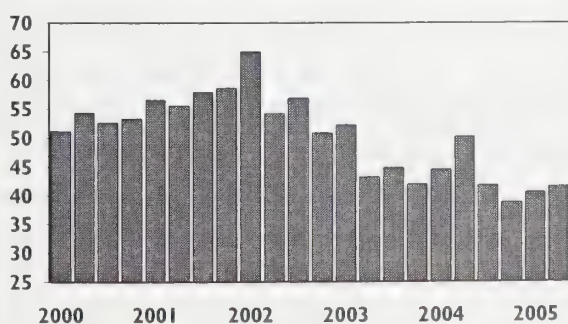
Residential Construction (Chained \$ 1997)

Per Cent Change, Year-Over-Year



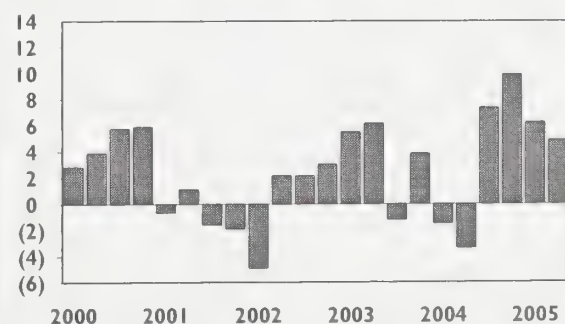
Net Exports (Chained \$ 1997)

\$ Billions



Change in Inventories (Chained \$ 1997)

\$ Billions



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ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics@fin.gov.on.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Wages, salaries and supplementary labour income (domestic basis)	246,153 0.9	249,041 1.2	253,017 1.6	256,685 1.4	259,205 1.0	260,590 0.5	262,572 0.8	265,699 1.2
2. Corporation profits before taxes	51,408 20.7	56,818 10.5	62,944 10.8	65,504 4.1	63,229 -3.5	56,143 -11.2	55,229 -1.6	55,168 -0.1
3. Interest and miscellaneous investment income	16,070 0.8	16,181 0.7	17,165 6.1	17,775 3.6	17,418 -2.0	16,653 -4.4	16,902 1.5	16,247 -3.9
4. Net income of unincorporated business *	31,125 2.2	31,737 2.0	32,204 1.5	32,609 1.3	32,687 0.2	32,569 -0.4	32,558 -0.0	32,820 0.8
5. Inventory valuation adjustment	-1,464	-1,183	-2,107	-1,187	2,184	5,412	1,598	957
6. Indirect taxes less subsidies	61,822 1.0	62,954 1.8	60,890 -3.3	59,985 -1.5	60,391 0.7	60,366 -0.0	61,604 2.1	62,866 2.0
7. Capital consumption allowances	55,647 1.0	58,331 4.8	58,176 -0.3	59,874 2.9	60,343 0.8	60,797 0.8	61,116 0.5	61,489 0.6
8. Statistical discrepancy	1,604	981	804	81	686	-1,943	-302	1,954
9. Gross Domestic Product at market prices	462,365 2.1 8.8	474,860 2.7 11.3	483,093 1.7 7.1	491,326 1.7 7.0	496,143 1.0 4.0	490,587 -1.1 -4.4	491,277 0.1 0.6	497,200 1.2 4.9

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (domestic basis)	268,410 1.0	271,528 1.2	273,885 0.9	276,561 1.0	279,259 1.0	283,308 1.4	-	-
2. Corporation profits before taxes	60,295 9.3	66,298 10.0	67,729 2.2	69,118 2.1	70,125 1.5	70,652 0.8	-	-
3. Interest and miscellaneous investment income	16,771 3.2	17,578 4.8	18,101 3.0	18,220 0.7	18,480 1.4	18,398 -0.4	-	-
4. Net income of unincorporated business *	33,299 1.5	33,953 2.0	34,296 1.0	34,580 0.8	34,929 1.0	35,156 0.6	-	-
5. Inventory valuation adjustment	-2,529	-2,211	76	1,102	42	-323	-	-
6. Indirect taxes less subsidies	63,112 0.4	64,682 2.5	65,780 1.7	66,476 1.1	67,202 1.1	67,976 1.2	-	-
7. Capital consumption allowances	62,388 1.5	63,322 1.5	64,101 1.2	64,839 1.2	65,589 1.2	66,215 1.0	-	-
8. Statistical discrepancy	371	-989	-1,671	-2,097	-1,341	-1,997	-	-
9. Gross Domestic Product at market prices	502,117 1.0	514,161 2.4	522,297 1.6	528,799 1.2	534,285 1.0	539,385 1.0	-	-
	** 4.0	9.9	6.5	5.1	4.2	3.9	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 2***Seasonally adjusted data at annual rates, millions of dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	257,431 1.8	262,100 1.8	266,235 1.6	271,269 1.9	274,262 1.1	274,789 0.2	278,719 1.4	278,119 -0.2
2. Durable goods	35,646 2.1	36,002 1.0	36,260 0.7	37,066 2.2	36,643 -1.1	36,522 -0.3	37,168 1.8	34,677 -6.7
3. Semi-durable goods	22,942 2.9	22,983 0.2	22,942 -0.2	23,172 1.0	23,386 0.9	23,495 0.5	23,854 1.5	23,446 -1.7
4. Non-durable goods	58,279 2.1	58,650 0.6	60,664 3.4	62,314 2.7	64,490 3.5	63,173 -2.0	64,322 1.8	65,042 1.1
5. Services	140,564 1.4	144,466 2.8	146,370 1.3	148,717 1.6	149,743 0.7	151,598 1.2	153,375 1.2	154,955 1.0
6. Government expenditure on goods and services:	89,735 0.7	91,737 2.2	93,982 2.4	96,160 2.3	97,177 1.1	98,382 1.2	99,877 1.5	102,312 2.4
7. Current expenditure	78,631 0.3	80,265 2.1	82,110 2.3	83,966 2.3	84,207 0.3	85,596 1.6	87,185 1.9	89,599 2.8
8. Capital expenditure	11,104 3.7	11,472 3.3	11,872 3.5	12,194 2.7	12,971 6.4	12,786 -1.4	12,692 -0.7	12,713 0.2
9. Business gross fixed capital formation:	70,725 0.8	71,990 1.8	72,937 1.3	73,155 0.3	73,386 0.3	73,816 0.6	76,958 4.3	79,250 3.0
10. Residential structures	26,930 2.5	28,121 4.4	28,852 2.6	29,421 2.0	28,892 -1.8	29,780 3.1	31,273 5.0	33,060 5.7
11. Non-residential structures	11,249 -1.1	11,488 2.1	11,741 2.2	12,049 2.6	12,362 2.6	12,135 -1.8	12,026 -0.9	11,805 -1.8
12. Machinery and equipment	32,546 0.1	32,381 -0.5	32,344 -0.1	31,685 -2.0	32,133 1.4	31,901 -0.7	33,659 5.5	34,385 2.2
13. Exports of goods and services	320,465 2.7	320,166 -0.1	330,010 3.1	326,831 -1.0	323,228 -1.1	304,918 -5.7	302,473 -0.8	313,080 3.5
14. DEDUCT: Imports of goods and services	265,268 0.9	273,668 3.2	279,410 2.1	279,941 0.2	276,947 -1.1	268,678 -3.0	264,536 -1.5	276,302 4.4
15. Value of physical change in inventories:	-9,119	3,515	141	3,934	5,723	5,418	-2,515	2,695
16. Non-farm	-9,144	3,163	564	3,283	6,027	5,609	-2,765	2,261
17. Farm	183	276	-304	625	-265	-186	249	473
18. Government	-158	77	-119	25	-38	-4	0	-40
19. Statistical discrepancy	-1,604	-981	-804	-81	-686	1,943	302	-1,954
20. Gross Domestic Product at market prices	462,365 2.1 8.8	474,860 2.7 11.3	483,093 1.7 7.1	491,326 1.7 7.0	496,143 1.0 4.0	490,587 -1.1 -4.4	491,277 0.1 0.6	497,200 1.2 4.9
21. Final domestic demand	417,891 1.4	425,828 1.9	433,154 1.7	440,584 1.7	444,825 1.0	446,987 0.5	455,554 1.9	459,681 0.9

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	283,629 2.0	286,661 1.1	290,539 1.4	295,529 1.7	299,144 1.2	302,041 1.0	-	-
2. Durable goods	35,471 2.3	35,546 0.2	36,418 2.5	37,786 3.8	38,144 0.9	37,962 -0.5	-	-
3. Semi-durable goods	24,116 2.9	24,382 1.1	24,876 2.0	24,990 0.5	24,973 -0.1	25,305 1.3	-	-
4. Non-durable goods	66,324 2.0	67,107 1.2	68,012 1.3	69,383 2.0	70,210 1.2	71,224 1.4	-	-
5. Services	157,719 1.8	159,626 1.2	161,234 1.0	163,369 1.3	165,816 1.5	167,550 1.0	-	-
6. Government expenditure on goods and services:	103,207 0.9	104,506 1.3	105,235 0.7	105,982 0.7	108,253 2.1	110,786 2.3	-	-
7. Current expenditure	90,678 1.2	91,871 1.3	92,534 0.7	93,180 0.7	95,306 2.3	97,636 2.4	-	-
8. Capital expenditure	12,529 -1.4	12,635 0.8	12,701 0.5	12,802 0.8	12,947 1.1	13,150 1.6	-	-
9. Business gross fixed capital formation:	78,464 -1.0	80,126 2.1	81,697 2.0	80,918 -1.0	82,504 2.0	82,773 0.3	-	-
10. Residential structures	32,320 -2.2	33,634 4.1	35,058 4.2	34,403 -1.9	35,175 2.2	34,957 -0.6	-	-
11. Non-residential structures	11,901 0.8	12,066 1.4	12,236 1.4	12,406 1.4	12,708 2.4	12,867 1.3	-	-
12. Machinery and equipment	34,243 -0.4	34,426 0.5	34,404 -0.1	34,109 -0.9	34,621 1.5	34,949 0.9	-	-
13. Exports of goods and services	315,879 0.9	334,348 5.8	328,619 -1.7	319,835 -2.7	323,767 1.2	328,493 1.5	-	-
14. DEDUCT: Imports of goods and services	278,021 0.6	290,696 4.6	290,909 0.1	284,380 -2.2	287,321 1.0	292,394 1.8	-	-
15. Value of physical change in inventories:	-669	-1,772	5,445	8,820	6,598	5,689	-	-
16. Non-farm	-951	-1,899	5,422	8,625	6,368	5,241	-	-
17. Farm	207	163	94	155	249	371	-	-
18. Government	75	-37	-71	40	-19	76	-	-
19. Statistical discrepancy	-371	989	1,671	2,097	1,341	1,997	-	-
20. Gross Domestic Product at market prices	502,117 1.0 4.0	514,161 2.4 9.9	522,297 1.6 6.5	528,799 1.2 5.1	534,285 1.0 4.2	539,385 1.0 3.9	-	-
21. Final domestic demand	465,300 1.2	471,292 1.3	477,472 1.3	482,428 1.0	489,900 1.5	495,600 1.2	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 3***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	237,882 1.2	240,316 1.0	241,393 0.4	245,539 1.7	246,553 0.4	248,542 0.8	250,545 0.8	250,128 -0.2
2. Durable goods	36,212 2.1	36,313 0.3	36,427 0.3	37,560 3.1	37,060 -1.3	37,011 -0.1	37,949 2.5	35,488 -6.5
3. Semi-durable goods	22,181 4.1	21,902 -1.3	21,673 -1.0	22,110 2.0	22,476 1.7	22,761 1.3	23,131 1.6	22,489 -2.8
4. Non-durable goods	51,228 1.4	50,995 -0.5	51,090 0.2	52,527 2.8	53,007 0.9	52,935 -0.1	52,638 -0.6	53,779 2.2
5. Services	128,639 0.5	131,470 2.2	132,560 0.8	133,721 0.9	134,312 0.4	136,149 1.4	137,293 0.8	138,386 0.8
6. Government expenditure on goods and services:	82,701 -0.1	84,271 1.9	84,983 0.8	86,163 1.4	87,077 1.1	88,383 1.5	87,801 -0.7	90,022 2.5
7. Current expenditure	71,880 -0.5	73,050 1.6	73,496 0.6	74,320 1.1	74,815 0.7	75,959 1.5	75,385 -0.8	77,394 2.7
8. Capital expenditure	10,861 2.9	11,277 3.8	11,558 2.5	11,933 3.2	12,380 3.7	12,541 1.3	12,541 -0.0	12,742 1.6
9. Business gross fixed capital formation:	66,260 -1.2	66,955 1.0	68,095 1.7	67,917 -0.3	67,873 -0.1	69,194 1.9	71,929 4.0	74,784 4.0
10. Residential structures	23,333 -0.1	24,175 3.6	24,778 2.5	24,909 0.5	23,991 -3.7	24,492 2.1	25,203 2.9	26,591 5.5
11. Non-residential structures	9,951 -2.2	10,123 1.7	10,274 1.5	10,461 1.8	10,613 1.5	10,437 -1.7	10,276 -1.5	9,995 -2.7
12. Machinery and equipment	32,710 -1.7	32,283 -1.3	32,633 1.1	32,069 -1.7	32,956 2.8	34,020 3.2	36,423 7.1	38,228 5.0
13. Exports of goods and services	307,449 1.6	306,589 -0.3	312,612 2.0	307,721 -1.6	306,821 -0.3	304,813 -0.7	302,607 -0.7	316,300 4.5
14. DEDUCT: Imports of goods and services	242,425 -0.6	252,317 4.1	255,668 1.3	256,777 0.4	254,536 -0.9	261,555 2.8	257,815 -1.4	274,314 6.4
15. Value of physical change in inventories:	-5,225	2,400	1,821	3,672	5,414	6,170	-1,134	4,197
16. Non-farm	-4,943	2,197	2,138	3,040	5,490	6,169	-1,222	3,875
17. Farm	-131	125	-208	606	-37	6	88	393
18. Government	-151	78	-110	26	-39	-5	0	-71
19. Statistical discrepancy	-1,545	-925	-753	-75	-635	1,812	279	-1,805
20. Gross Domestic Product at market prices	445,435 1.3 5.5	447,590 0.5 1.9	452,794 1.2 4.7	454,511 0.4 1.5	458,973 1.0 4.0	457,704 -0.3 -1.1	454,284 -0.7 -3.0	459,332 1.1 4.5
21. Final domestic demand	386,817 0.5	391,517 1.2	394,432 0.7	399,609 1.3	401,506 0.5	406,106 1.1	410,166 1.0	414,764 1.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	253,863 1.5	254,842 0.4	257,976 1.2	260,992 1.2	262,987 0.8	264,422 0.5	-	-
2. Durable goods	36,514 2.9	36,548 0.1	37,698 3.1	38,937 3.3	39,182 0.6	39,331 0.4	-	-
3. Semi-durable goods	23,200 3.2	23,543 1.5	24,282 3.1	24,353 0.3	24,629 1.1	24,917 1.2	-	-
4. Non-durable goods	54,320 1.0	54,117 -0.4	54,294 0.3	54,681 0.7	54,531 -0.3	54,729 0.4	-	-
5. Services	139,958 1.1	140,806 0.6	142,068 0.9	143,514 1.0	145,214 1.2	146,037 0.6	-	-
6. Government expenditure on goods and services:	90,598 0.6	91,608 1.1	90,900 -0.8	91,122 0.2	92,514 1.5	93,424 1.0	-	-
7. Current expenditure	78,187 1.0	79,457 1.6	78,865 -0.7	79,037 0.2	80,287 1.6	81,159 1.1	-	-
8. Capital expenditure	12,478 -2.1	12,165 -2.5	12,048 -1.0	12,099 0.4	12,236 1.1	12,265 0.2	-	-
9. Business gross fixed capital formation:	73,173 -2.2	73,075 -0.1	74,666 2.2	74,626 -0.1	75,777 1.5	75,212 -0.7	-	-
10. Residential structures	25,447 -4.3	25,870 1.7	26,878 3.9	26,189 -2.6	26,694 1.9	26,170 -2.0	-	-
11. Non-residential structures	9,882 -1.1	9,797 -0.9	9,741 -0.6	9,750 0.1	9,930 1.9	9,916 -0.1	-	-
12. Machinery and equipment	38,068 -0.4	37,467 -1.6	38,013 1.5	38,966 2.5	39,371 1.0	39,478 0.3	-	-
13. Exports of goods and services	316,552 0.1	326,248 3.1	325,413 -0.3	327,061 0.5	327,889 0.3	327,002 -0.3	-	-
14. DEDUCT: Imports of goods and services	272,077 -0.8	276,077 1.5	283,718 2.8	288,308 1.6	287,379 -0.3	285,481 -0.7	-	-
15. Value of physical change in inventories:	-1,020	-3,010	7,669	10,221	7,075	5,651	-	-
16. Non-farm	-1,516	-3,363	7,362	9,895	6,259	4,930	-	-
17. Farm	529	236	274	422	771	903	-	-
18. Government	-33	117	34	-96	46	-181	-	-
19. Statistical discrepancy	-341	900	1,519	1,895	1,206	1,786	-	-
20. Gross Domestic Product at market prices	460,873 0.3 1.3	467,853 1.5 6.2	474,756 1.5 6.0	477,877 0.7 2.7	480,441 0.5 2.2	482,382 0.4 1.6	-	-
21. Final domestic demand	417,555 0.7	419,470 0.5	423,430 0.9	426,634 0.8	431,168 1.1	433,000 0.4	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1.	Wages, salaries and supplementary labour income (national basis)	243,052 1.4	246,151 1.3	250,099 1.6	253,534 1.4	255,548 0.8	256,184 0.2	257,720 0.6	261,012 1.3
2.	Net income of unincorporated business *	31,125 2.2	31,737 2.0	32,204 1.5	32,609 1.3	32,687 0.2	32,569 -0.4	32,558 -0.0	32,820 0.8
3.	Interest, dividends and miscellaneous investment income	44,522 -2.0	44,429 -0.2	44,159 -0.6	43,796 -0.8	43,996 0.5	43,538 -1.0	44,241 1.6	43,523 -1.6
4.	Current transfers from government, corporations and non-residents	45,675 0.7	45,394 -0.6	45,557 0.4	46,568 2.2	46,892 0.7	47,160 0.6	47,262 0.2	47,271 0.0
5.	Equals: Personal income	364,374 0.9	367,711 0.9	372,019 1.2	376,507 1.2	379,123 0.7	379,451 0.1	381,781 0.6	384,626 0.7
6.	Deduct: Personal direct taxes	61,086 -3.4	59,442 -2.7	59,501 0.1	60,273 1.3	59,851 -0.7	58,077 -3.0	60,839 4.8	61,860 1.7
7.	Other current transfers to government	25,011 1.9	25,519 2.0	25,952 1.7	26,329 1.5	26,500 0.6	26,902 1.5	27,202 1.1	27,767 2.1
8.	Equals: Personal disposable income	278,277 1.9	282,750 1.6	286,566 1.3	289,905 1.2	292,772 1.0	294,472 0.6	293,740 -0.2	294,999 0.4
9.	Deduct: Personal expenditure on consumer goods and services	257,431 1.8	262,100 1.8	266,235 1.6	271,269 1.9	274,262 1.1	274,789 0.2	278,719 1.4	278,119 -0.2
10.	Current transfers to corporations	4,510 -4.1	4,367 -3.2	4,583 4.9	4,769 4.1	4,983 4.5	5,058 1.5	5,289 4.6	5,353 1.2
11.	Current transfers to non-residents	926 8.6	952 2.8	963 1.2	970 0.7	997 2.8	1,009 1.2	1,027 1.8	1,037 1.0
12.	Equals: Personal saving	15,410 5.2	15,331 -0.5	14,785 -3.6	12,897 -12.8	12,530 -2.8	13,616 8.7	8,705 -36.1	10,490 20.5
13.	Personal saving rate (percent)	5.5	5.4	5.2	4.5	4.3	4.6	3.0	3.6
14.	Real personal disposable income ** (millions of chained (1997) dollars)	257,145 1.3	259,366 0.9	259,826 0.2	262,526 1.0	263,312 0.3	266,466 1.2	264,168 -0.9	265,305 0.4
15.	Population (thousands)	11,987 0.2	12,037 0.4	12,102 0.5	12,155 0.4	12,169 0.1	12,209 0.3	12,260 0.4	12,305 0.4
16.	Personal disposable income per capita (dollars)	23,215 1.7	23,490 1.2	23,679 0.8	23,850 0.7	24,059 0.9	24,120 0.3	23,960 -0.7	23,973 0.1
17.	Real personal disposable income per capita (chained (1997) dollars)	21,452 1.2	21,547 0.4	21,470 -0.4	21,598 0.6	21,638 0.2	21,826 0.9	21,548 -1.3	21,560 0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1.	Wages, salaries and supplementary labour income (national basis)	263,685 1.0	266,534 1.1	268,790 0.8	271,449 1.0	274,098 1.0	278,071 1.4	-	-
2.	Net income of unincorporated business *	33,299 1.5	33,953 2.0	34,296 1.0	34,580 0.8	34,929 1.0	35,156 0.6	-	-
3.	Interest, dividends and miscellaneous investment income	43,990 1.1	45,137 2.6	45,143 0.0	45,842 1.5	46,333 1.1	46,701 0.8	-	-
4.	Current transfers from government, corporations and non-residents	48,089 1.7	48,547 1.0	49,172 1.3	49,892 1.5	50,043 0.3	50,911 1.7	-	-
5.	Equals: Personal income	389,063 1.2	394,171 1.3	397,401 0.8	401,763 1.1	405,403 0.9	410,839 1.3	-	-
6.	Deduct: Personal direct taxes	62,803 1.5	62,466 -0.5	64,912 3.9	66,231 2.0	67,730 2.3	69,988 3.3	-	-
7.	Other current transfers to government	27,753 -0.1	27,406 -1.3	27,522 0.4	27,603 0.3	28,055 1.6	28,299 0.9	-	-
8.	Equals: Personal disposable income	298,507 1.2	304,299 1.9	304,967 0.2	307,929 1.0	309,618 0.5	312,552 0.9	-	-
9.	Deduct: Personal expenditure on consumer goods and services	283,629 2.0	286,661 1.1	290,539 1.4	295,529 1.7	299,144 1.2	302,041 1.0	-	-
10.	Current transfers to corporations	5,392 0.7	5,488 1.8	5,429 -1.1	5,537 2.0	5,762 4.1	5,884 2.1	-	-
11.	Current transfers to non-residents	1,054 1.6	1,082 2.7	1,099 1.6	1,151 4.7	1,182 2.7	1,235 4.5	-	-
12.	Equals: Personal saving	8,432 -19.6	11,068 31.3	7,900 -28.6	5,684 -28.1	3,530 -37.9	3,392 -3.9	-	-
13.	Personal saving rate (percent)	2.8	3.6	2.6	1.9	1.1	1.1	-	-
14.	Real personal disposable income ** (millions of chained (1997) dollars)	267,177 0.7	270,586 1.3	270,868 0.1	272,203 0.5	272,196 -0.0	273,625 0.5	-	-
15.	Population (thousands)	12,320 0.1	12,357 0.3	12,407 0.4	12,454 0.4	12,462 0.1	12,494 0.3	-	-
16.	Personal disposable income per capita (dollars)	24,229 1.1	24,625 1.6	24,580 -0.2	24,725 0.6	24,844 0.5	25,016 0.7	-	-
17.	Real personal disposable income per capita (chained (1997) dollars)	21,686 0.6	21,897 1.0	21,831 -0.3	21,856 0.1	21,841 -0.1	21,900 0.3	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Exports of goods and services	320,465 2.7	320,166 -0.1	330,010 3.1	326,831 -1.0	323,228 -1.1	304,918 -5.7	302,473 -0.8	313,080 3.5
2. Of which: International	233,451 2.9	232,543 -0.4	240,530 3.4	235,199 -2.2	230,859 -1.8	215,410 -6.7	211,746 -1.7	219,882 3.8
3. Of which: Interprovincial	87,014 2.1	87,623 0.7	89,480 2.1	91,631 2.4	92,369 0.8	89,507 -3.1	90,727 1.4	93,198 2.7
4. Imports of goods and services	265,268 0.9	273,668 3.2	279,410 2.1	279,941 0.2	276,947 -1.1	268,678 -3.0	264,536 -1.5	276,302 4.4
5. Trade balance	55,196	46,498	50,600	46,890	46,280	36,240	37,937	36,778

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Exports of goods and services	315,879 0.9	334,348 5.8	328,619 -1.7	319,835 -2.7	323,767 1.2	328,493 1.5	-	-
2. Of which: International	223,385 1.6	239,588 7.3	232,118 -3.1	224,127 -3.4	227,486 1.5	231,561 1.8	-	-
3. Of which: Interprovincial	92,493 -0.8	94,759 2.4	96,502 1.8	95,707 -0.8	96,280 0.6	96,933 0.7	-	-
4. Imports of goods and services	278,021 0.6	290,696 4.6	290,909 0.1	284,380 -2.2	287,321 1.0	292,394 1.8	-	-
5. Trade balance	37,857	43,652	37,710	35,454	36,446	36,099	-	-

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT**TABLE 6***Using seasonally adjusted data, chained (1997) dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	108.2 0.5	109.1 0.8	110.3 1.1	110.5 0.2	111.2 0.7	110.6 -0.6	111.2 0.6	111.2 -0.0
2. Durable goods	98.4 0.0	99.1 0.7	99.5 0.4	98.7 -0.9	98.9 0.2	98.7 -0.2	97.9 -0.7	97.7 -0.2
3. Semi-durable goods	103.4 -1.2	104.9 1.4	105.9 0.9	104.8 -1.0	104.0 -0.7	103.2 -0.8	103.1 -0.1	104.3 1.1
4. Non-durable goods	113.8 0.7	115.0 1.1	118.7 3.2	118.6 -0.1	121.7 2.6	119.3 -1.9	122.2 2.4	120.9 -1.0
5. Services	109.3 0.8	109.9 0.6	110.4 0.5	111.2 0.7	111.5 0.2	111.3 -0.1	111.7 0.3	112.0 0.2
6. Government expenditure on goods and services:	108.5 0.8	108.9 0.3	110.6 1.6	111.6 0.9	111.6 -0.0	111.3 -0.3	113.8 2.2	113.7 -0.1
7. Current expenditure	109.4 0.8	109.9 0.4	111.7 1.7	113.0 1.1	112.6 -0.4	112.7 0.1	115.7 2.6	115.8 0.1
8. Capital expenditure	102.2 0.8	101.7 -0.5	102.7 1.0	102.2 -0.5	104.8 2.5	102.0 -2.7	101.2 -0.7	99.8 -1.4
9. Business gross fixed capital formation:	106.7 2.0	107.5 0.7	107.1 -0.4	107.7 0.6	108.1 0.4	106.7 -1.3	107.0 0.3	106.0 -1.0
10. Residential structures	115.4 2.6	116.3 0.8	116.4 0.1	118.1 1.4	120.4 2.0	121.6 1.0	124.1 2.1	124.3 0.2
11. Non-residential structures	113.0 1.1	113.5 0.4	114.3 0.7	115.2 0.8	116.5 1.1	116.3 -0.2	117.0 0.7	118.1 0.9
12. Machinery and equipment	99.5 1.8	100.3 0.8	99.1 -1.2	98.8 -0.3	97.5 -1.3	93.8 -3.8	92.4 -1.4	89.9 -2.7
13. Exports of goods and services	104.2 1.1	104.4 0.2	105.6 1.1	106.2 0.6	105.3 -0.8	100.0 -5.0	100.0 -0.1	99.0 -1.0
14. DEDUCT: Imports of goods and services	109.4 1.5	108.5 -0.9	109.3 0.8	109.0 -0.2	108.8 -0.2	102.7 -5.6	102.6 -0.1	100.7 -1.8
15. Gross Domestic Product at market prices	103.8 0.8 3.1	106.1 2.2 9.1	106.7 0.6 2.3	108.1 1.3 5.4	108.1 -0.0 -0.0	107.2 -0.8 -3.3	108.1 0.9 3.6	108.2 0.1 0.4
16. Final domestic demand	108.0 0.8	108.8 0.7	109.8 1.0	110.3 0.4	110.8 0.5	110.1 -0.7	111.1 0.9	110.8 -0.2

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	111.7 0.5	112.5 0.7	112.6 0.1	113.2 0.5	113.7 0.5	114.2 0.4	-	-
2. Durable goods	97.1 -0.6	97.3 0.1	96.6 -0.7	97.0 0.5	97.4 0.3	96.5 -0.9	-	-
3. Semi-durable goods	103.9 -0.3	103.6 -0.4	102.4 -1.1	102.6 0.2	101.4 -1.2	101.6 0.2	-	-
4. Non-durable goods	122.1 1.0	124.0 1.6	125.3 1.0	126.9 1.3	128.8 1.5	130.1 1.1	-	-
5. Services	112.7 0.6	113.4 0.6	113.5 0.1	113.8 0.3	114.2 0.3	114.7 0.5	-	-
6. Government expenditure on goods and services:	113.9 0.2	114.1 0.1	115.8 1.5	116.3 0.5	117.0 0.6	118.6 1.3	-	-
7. Current expenditure	116.0 0.2	115.6 -0.3	117.3 1.5	117.9 0.5	118.7 0.7	120.3 1.3	-	-
8. Capital expenditure	100.4 0.6	103.9 3.4	105.4 1.5	105.8 0.4	105.8 0.0	107.2 1.3	-	-
9. Business gross fixed capital formation:	107.2 1.2	109.6 2.3	109.4 -0.2	108.4 -0.9	108.9 0.4	110.1 1.1	-	-
10. Residential structures	127.0 2.2	130.0 2.4	130.4 0.3	131.4 0.7	131.8 0.3	133.6 1.4	-	-
11. Non-residential structures	120.4 2.0	123.2 2.3	125.6 2.0	127.2 1.3	128.0 0.6	129.8 1.4	-	-
12. Machinery and equipment	90.0 0.0	91.9 2.1	90.5 -1.5	87.5 -3.3	87.9 0.5	88.5 0.7	-	-
13. Exports of goods and services	99.8 0.8	102.5 2.7	101.0 -1.5	97.8 -3.2	98.7 1.0	100.5 1.7	-	-
14. DEDUCT: Imports of goods and services	102.2 1.4	105.3 3.0	102.5 -2.6	98.6 -3.8	100.0 1.4	102.4 2.4	-	-
15. Gross Domestic Product at market prices	108.9 0.7	109.9 0.9	110.0 0.1	110.7 0.6	111.2 0.5	111.8 0.5	-	-
*	2.6	3.5	0.4	2.4	2.0	2.2	-	-
16. Final domestic demand	111.4 0.5	112.4 0.8	112.8 0.4	113.1 0.3	113.6 0.5	114.5 0.7	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED**TABLE 7***Millions of dollars*

	2001	2002	2003	2004
1. Wages, salaries and supplementary labour income (domestic basis)	242,939 3.9	251,224 3.4	262,017 4.3	272,596 4.0
2. Corporation profits before taxes	49,616 -8.7	59,169 19.3	57,442 -2.9	65,860 14.7
3. Interest and miscellaneous investment income	17,028 -6.7	16,798 -1.4	16,805 0.0	17,668 5.1
4. Net income of unincorporated business *	29,566 6.1	31,919 8.0	32,659 2.3	34,032 4.2
5. Inventory valuation adjustment	465	-1,485	2,538	-891
6. Indirect taxes less subsidies	58,935 3.4	61,413 4.2	61,307 -0.2	65,013 6.0
7. Capital consumption allowances	54,894 7.2	58,007 5.7	60,936 5.0	63,663 4.5
8. Statistical discrepancy	517	867	99	-1,096
9. Gross Domestic Product at market prices	453,959 3.0	477,911 5.3	493,802 3.3	516,844 4.7

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	249,942 4.3	264,259 5.7	276,472 4.6	289,089 4.6
2. Durable goods	33,560 1.4	36,243 8.0	36,252 0.0	36,305 0.1
3. Semi-durable goods	22,134 3.9	23,010 4.0	23,545 2.3	24,591 4.4
4. Non-durable goods	56,807 6.4	59,977 5.6	64,257 7.1	67,706 5.4
5. Services	137,441 4.2	145,029 5.5	152,418 5.1	160,487 5.3
6. Government expenditure on goods and services:	86,910 5.6	92,904 6.9	99,437 7.0	104,733 5.3
7. Current expenditure	76,455 5.2	81,243 6.3	86,647 6.7	92,066 6.3
8. Capital expenditure	10,455 8.4	11,660 11.5	12,790 9.7	12,667 -1.0
9. Business gross fixed capital formation:	70,189 3.0	72,202 2.9	75,853 5.1	80,301 5.9
10. Residential structures	24,678 13.3	28,331 14.8	30,751 8.5	33,854 10.1
11. Non-residential structures	11,187 1.3	11,632 4.0	12,082 3.9	12,152 0.6
12. Machinery and equipment	34,324 -2.8	32,239 -6.1	33,020 2.4	34,296 3.9
13. Exports of goods and services	316,963 -1.1	324,368 2.3	310,925 -4.1	324,670 4.4
14. DEDUCT: Imports of goods and services	268,144 -2.3	274,572 2.4	271,616 -1.1	286,002 5.3
15. Value of physical change in inventories:	-1,386	-382	2,830	2,956
16. Non-farm	-1,317	-533	2,783	2,799
17. Farm	-76	195	68	155
18. Government	7	-44	-21	2
19. Statistical discrepancy	-517	-867	-99	1,096
20. Gross Domestic Product at market prices	453,959 3.0	477,911 5.3	493,802 3.3	516,844 4.7
21. Final domestic demand	407,042 4.3	429,364 5.5	451,762 5.2	474,123 4.9

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 9***Millions of chained (1997) dollars*

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	232,304 2.2	241,283 3.9	248,942 3.2	256,918 3.2
2. Durable goods	33,882 2.0	36,628 8.1	36,877 0.7	37,424 1.5
3. Semi-durable goods	21,139 3.0	21,966 3.9	22,714 3.4	23,845 5.0
4. Non-durable goods	49,959 1.7	51,460 3.0	53,090 3.2	54,353 2.4
5. Services	127,546 2.5	131,597 3.2	136,535 3.8	141,587 3.7
6. Government expenditure on goods and services:	81,347 4.6	84,530 3.9	88,321 4.5	91,057 3.1
7. Current expenditure	71,089 4.1	73,186 3.0	75,888 3.7	78,887 4.0
8. Capital expenditure	10,270 8.1	11,407 11.1	12,551 10.0	12,197 -2.8
9. Business gross fixed capital formation:	67,054 1.1	67,307 0.4	70,945 5.4	73,885 4.1
10. Residential structures	22,164 10.0	24,299 9.6	25,069 3.2	26,096 4.1
11. Non-residential structures	9,962 -0.3	10,202 2.4	10,330 1.3	9,792 -5.2
12. Machinery and equipment	34,877 -3.8	32,424 -7.0	35,407 9.2	38,129 7.7
13. Exports of goods and services	304,374 -2.6	308,593 1.4	307,635 -0.3	323,819 5.3
14. DEDUCT: Imports of goods and services	247,166 -4.8	251,797 1.9	262,055 4.1	280,045 6.9
15. Value of physical change in inventories:	-841	667	3,662	3,465
16. Non-farm	-759	608	3,578	3,095
17. Farm	-89	98	113	365
18. Government	7	-39	-29	5
19. Statistical discrepancy	-502	-824	-87	993
20. Gross Domestic Product at market prices	436,830 1.8	450,083 3.0	457,573 1.7	470,340 2.8
21. Final domestic demand	380,642 2.5	393,094 3.3	408,136 3.8	421,772 3.3

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2001	2002	2003	2004
1. Wages, salaries and supplementary labour income (national basis)	239,747 4.0	248,209 3.5	257,616 3.8	267,615 3.9
2. Net income of unincorporated business *	29,566 6.1	31,919 8.0	32,659 2.3	34,032 4.2
3. Interest, dividends and miscellaneous investment income	46,797 -1.4	44,227 -5.5	43,825 -0.9	45,028 2.7
4. Current transfers from government, corporations and non-residents	45,080 8.1	45,799 1.6	47,146 2.9	48,925 3.8
5. Equals: Personal income	361,189 3.9	370,153 2.5	381,245 3.0	395,600 3.8
6. Deduct: Personal direct taxes	62,305 4.0	60,076 -3.6	60,157 0.1	64,103 6.6
7. Other current transfers to government	24,018 7.0	25,703 7.0	27,093 5.4	27,571 1.8
8. Equals: Personal disposable income	274,866 3.6	284,375 3.5	293,996 3.4	303,926 3.4
9. Deduct: Personal expenditure on consumer goods and services	249,942 4.3	264,259 5.7	276,472 4.6	289,089 4.6
10. Current transfers to corporations	4,983 2.6	4,557 -8.5	5,171 13.5	5,462 5.6
11. Current transfers to non-residents	817 12.7	953 16.7	1,018 6.8	1,097 7.8
12. Equals: Personal saving	19,124 -4.6	14,606 -23.6	11,335 -22.4	8,271 -27.0
13. Personal saving rate (percent)	7.0	5.1	3.9	2.7
14. Real personal disposable income ** (millions of chained (1997) dollars)	255,476 1.6	259,716 1.7	264,813 2.0	270,209 2.0
15. Population (thousands)	11,898 1.8	12,102 1.7	12,257 1.3	12,393 1.1
16. Personal disposable income per capita (dollars)	23,103 1.8	23,498 1.7	23,987 2.1	24,525 2.2
17. Real personal disposable income per capita (chained (1997) dollars)	21,473 -0.2	21,460 -0.1	21,606 0.7	21,804 0.9

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE*Millions of dollars***TABLE 11**

	2001	2002	2003	2004
1. Exports of goods and services	316,963 -1.1	324,368 2.3	310,925 -4.1	324,670 4.4
2. Of which: International	230,994 -2.7	235,431 1.9	219,474 -6.8	229,805 4.7
3. Of which: Interprovincial	85,970 3.4	88,937 3.5	91,450 2.8	94,865 3.7
4. Imports of goods and services	268,144 -2.3	274,572 2.4	271,616 -1.1	286,002 5.3
5. Trade balance	48,819	49,796	39,309	38,668

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	107.6 2.0	109.5 1.8	111.1 1.4	112.5 1.3
2. Durable goods	99.1 -0.5	99.0 -0.1	98.3 -0.7	97.0 -1.3
3. Semi-durable goods	104.7 1.0	104.8 0.0	103.7 -1.0	103.1 -0.5
4. Non-durable goods	113.7 4.6	116.5 2.5	121.0 3.9	124.6 2.9
5. Services	107.8 1.7	110.2 2.3	111.6 1.3	113.3 1.5
6. Government expenditure on goods and services:	106.8 0.9	109.9 2.9	112.6 2.4	115.0 2.2
7. Current expenditure	107.5 1.1	111.0 3.2	114.2 2.9	116.7 2.2
8. Capital expenditure	101.8 0.2	102.2 0.4	101.9 -0.3	103.9 1.9
9. Business gross fixed capital formation:	104.7 1.8	107.3 2.5	106.9 -0.3	108.7 1.6
10. Residential structures	111.3 2.9	116.6 4.7	122.6 5.2	129.7 5.8
11. Non-residential structures	112.3 1.4	114.0 1.5	117.0 2.6	124.1 6.1
12. Machinery and equipment	98.4 1.0	99.4 1.0	93.4 -6.1	90.0 -3.7
13. Exports of goods and services	104.1 1.5	105.1 0.9	101.1 -3.8	100.3 -0.8
14. DEDUCT: Imports of goods and services	108.5 2.6	109.0 0.5	103.7 -4.9	102.2 -1.5
15. Gross Domestic Product at market prices	103.9 1.2	106.2 2.2	107.9 1.6	109.9 1.8
16. Final domestic demand	106.9 1.8	109.2 2.1	110.7 1.3	112.4 1.6

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Goods Producing Industries	126,067 3.6	127,302 1.0	128,336 0.8	127,922 -0.3	129,168 1.0	127,206 -1.5	126,029 -0.9	129,640 2.9
2. Primary	7,567 -1.9	7,750 2.4	7,874 1.6	8,051 2.2	7,808 -3.0	7,654 -2.0	7,594 -0.8	7,774 2.4
3. Agriculture, Forestry, Fishing & Hunting	4,335 -1.9	4,539 4.7	4,681 3.1	4,804 2.6	4,610 -4.1	4,651 0.9	4,625 -0.6	4,630 0.1
4. Mining	3,261 -1.6	3,243 -0.5	3,212 -1.0	3,269 1.8	3,247 -0.7	3,037 -6.5	3,082 1.5	3,277 6.4
5. Utilities	10,184 -1.4	10,376 1.9	9,969 -3.9	9,931 -0.4	10,323 3.9	9,676 -6.3	9,674 -0.0	9,631 -0.5
6. Electric Power	8,064 -2.3	8,098 0.4	7,838 -3.2	7,665 -2.2	7,862 2.6	7,455 -5.2	7,511 0.8	7,507 -0.1
7. Natural Gas, Water and Other	2,117 2.1	2,271 7.3	2,119 -6.7	2,251 6.2	2,451 8.9	2,220 -9.4	2,169 -2.3	2,136 -1.5
8. Construction	21,327 2.1	20,894 -2.0	20,975 0.4	21,024 0.2	21,373 1.7	21,687 1.5	21,921 1.1	22,803 4.0
9. Residential Buildings	8,633 5.8	8,423 -2.4	8,704 3.3	8,455 -2.9	8,578 1.5	8,845 3.1	9,027 2.1	9,642 6.8
10. Non-Residential Buildings and Engineering	12,704 -0.3	12,474 -1.8	12,270 -1.6	12,557 2.3	12,783 1.8	12,840 0.5	12,899 0.5	13,170 2.1
11. Manufacturing	86,442 4.9	88,048 1.9	89,488 1.6	89,245 -0.3	89,761 0.6	88,158 -1.8	86,393 -2.0	88,750 2.7
12. Food, Beverage, & Tobacco Products	9,811 1.1	9,741 -0.7	9,702 -0.4	9,616 -0.9	9,659 0.5	9,499 -1.7	9,419 -0.8	9,495 0.8
13. Textile, Clothing, & Leather Products	2,067 9.5	2,030 -1.8	2,003 -1.3	1,989 -0.7	1,928 -3.0	1,838 -4.7	1,782 -3.1	1,882 5.6
14. Wood Products and Furniture	5,064 5.5	5,036 -0.6	5,240 4.0	5,249 0.2	5,402 2.9	5,360 -0.8	5,171 -3.5	5,252 1.6
15. Paper Products and Printing	6,640 2.2	6,805 2.5	6,771 -0.5	6,752 -0.3	6,936 2.7	6,916 -0.3	6,950 0.5	7,178 3.3
16. Chemical and Petroleum Products	8,606 2.2	8,611 0.1	8,558 -0.6	8,484 -0.9	8,604 1.4	8,709 1.2	8,786 0.9	9,268 5.5
17. Plastic and Rubber Products	5,729 13.2	6,066 5.9	6,296 3.8	6,551 4.0	6,508 -0.6	6,043 -7.2	5,777 -4.4	5,901 2.1
18. Primary Metal & Fabricated Metal Products	12,430 4.5	12,745 2.5	12,638 -0.8	12,565 -0.6	12,727 1.3	12,404 -2.5	11,786 -5.0	12,425 5.4
19. Machinery	6,157 2.8	6,331 2.8	6,371 0.6	6,816 7.0	6,453 -5.3	6,222 -3.6	5,939 -4.5	6,002 1.1

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
20. Electrical and Electronic Products	6,965 10.3	7,137 2.5	6,854 -4.0	6,769 -1.2	7,041 4.0	6,974 -1.0	6,805 -2.4	7,108 4.5
21. Transportation Equipment	18,306 4.6	18,752 2.4	19,793 5.6	18,958 -4.2	19,051 0.5	18,893 -0.8	19,036 0.8	19,523 2.6
22. Auto Industry (Vehicles & Parts)	16,605 4.3	17,237 3.8	18,203 5.6	17,714 -2.7	17,876 0.9	17,629 -1.4	17,850 1.3	18,415 3.2
23. Other Transportation Equipment	1,687 5.1	1,509 -10.5	1,525 1.0	1,330 -12.8	1,246 -6.3	1,244 -0.1	1,098 -11.8	1,145 4.3
24. Other Manufacturing	3,977 4.2	4,000 0.6	4,210 5.2	4,264 1.3	4,328 1.5	4,369 0.9	4,276 -2.1	4,274 -0.0
25. Services Producing Industries	285,081 1.1	288,331 1.1	290,505 0.8	291,753 0.4	293,637 0.6	294,457 0.3	294,925 0.2	298,333 1.2
26. Wholesale Trade	26,933 3.2	28,013 4.0	28,330 1.1	29,313 3.5	29,851 1.8	29,731 -0.4	29,163 -1.9	30,363 4.1
27. Retail Trade	21,894 1.6	21,480 -1.9	21,328 -0.7	21,494 0.8	21,953 2.1	22,107 0.7	22,428 1.5	22,349 -0.4
28. Transportation and Warehousing	17,017 -0.1	17,014 -0.0	16,836 -1.0	16,552 -1.7	16,753 1.2	16,767 0.1	16,959 1.1	17,510 3.2
29. Information & Culture (including Telecommunications)	18,359 0.8	18,340 -0.1	18,331 -0.0	18,260 -0.4	18,648 2.1	18,938 1.6	18,976 0.2	19,138 0.9
30. Finance, Insurance, Real Estate, Rental & Leasing	90,679 0.7	91,961 1.4	91,675 -0.3	91,176 -0.5	91,326 0.2	92,755 1.6	93,626 0.9	94,334 0.8
31. Professional and Administrative Services	29,849 3.7	30,792 3.2	31,865 3.5	32,717 2.7	32,620 -0.3	32,482 -0.4	31,994 -1.5	31,470 -1.6
32. Education	16,752 -0.9	16,828 0.5	16,773 -0.3	16,633 -0.8	16,620 -0.1	16,698 0.5	16,775 0.5	17,131 2.1
33. Health Care and Social Services	22,511 0.8	22,671 0.7	22,730 0.3	22,768 0.2	23,125 1.6	23,223 0.4	23,609 1.7	23,871 1.1
34. Arts, Entertainment & Recreation	3,831 1.1	4,114 7.4	4,054 -1.5	4,110 1.4	4,146 0.9	4,160 0.3	4,105 -1.3	4,179 1.8
35. Accommodation and Food	9,148 1.1	9,140 -0.1	9,130 -0.1	9,063 -0.7	8,875 -2.1	8,306 -6.4	8,459 1.8	8,737 3.3
36. Other Services	9,285 1.4	9,401 1.3	9,629 2.4	9,637 0.1	9,633 -0.0	9,540 -1.0	9,485 -0.6	9,668 1.9
37. Public Administration	19,438 -0.2	19,166 -1.4	20,466 6.8	20,708 1.2	20,842 0.6	20,640 -1.0	20,219 -2.0	20,488 1.3
38. Total Production	411,274 1.8 7.4	416,111 1.2 4.8	419,330 0.8 3.1	420,539 0.3 1.2	423,535 0.7 2.9	422,287 -0.3 -1.2	421,302 -0.2 -0.9	428,436 1.7 6.9

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Goods Producing Industries	128,045 -1.2	129,974 1.5	133,437 2.7	133,715 0.2	134,013 0.2	132,903 -0.8	-	-
2. Primary	7,997 2.9	8,150 1.9	8,230 1.0	8,317 1.1	8,551 2.8	8,765 2.5	-	-
3. Agriculture, Forestry, Fishing & Hunting	4,696 1.4	4,720 0.5	4,733 0.3	4,820 1.8	5,032 4.4	5,218 3.7	-	-
4. Mining	3,293 0.5	3,415 3.7	3,474 1.7	3,467 -0.2	3,476 0.3	3,525 1.4	-	-
5. Utilities	9,795 1.7	9,578 -2.2	9,942 3.8	10,403 4.6	10,284 -1.1	10,357 0.7	-	-
6. Electric Power	7,630 1.6	7,461 -2.2	7,816 4.8	8,303 6.2	8,062 -2.9	8,184 1.5	-	-
7. Natural Gas, Water and Other	2,189 2.5	2,166 -1.0	2,201 1.6	2,200 -0.0	2,222 1.0	2,173 -2.2	-	-
8. Construction	22,032 -3.4	21,618 -1.9	21,800 0.8	21,653 -0.7	21,632 -0.1	21,271 -1.7	-	-
9. Residential Buildings	9,248 -4.1	9,246 -0.0	9,622 4.1	9,433 -2.0	9,407 -0.3	9,037 -3.9	-	-
10. Non-Residential Buildings and Engineering	12,784 -2.9	12,372 -3.2	12,178 -1.6	12,220 0.3	12,219 -0.0	12,230 0.1	-	-
11. Manufacturing	88,222 -0.6	90,628 2.7	93,464 3.1	93,341 -0.1	93,717 0.4	92,575 -1.2	-	-
12. Food, Beverage, & Tobacco Products	9,674 1.9	9,915 2.5	10,232 3.2	10,231 -0.0	10,317 0.8	10,438 1.2	-	-
13. Textile, Clothing, & Leather Products	1,815 -3.5	1,820 0.3	1,785 -1.9	1,738 -2.6	1,742 0.3	1,624 -6.8	-	-
14. Wood Products and Furniture	5,212 -0.8	5,255 0.8	5,359 2.0	5,582 4.1	5,671 1.6	5,717 0.8	-	-
15. Paper Products and Printing	6,881 -4.1	6,858 -0.3	6,938 1.2	6,721 -3.1	6,677 -0.6	6,611 -1.0	-	-
16. Chemical and Petroleum Products	9,316 0.5	9,306 -0.1	9,656 3.8	9,548 -1.1	9,304 -2.6	9,195 -1.2	-	-
17. Plastic and Rubber Products	5,976 1.3	6,124 2.5	6,251 2.1	6,328 1.2	6,291 -0.6	6,161 -2.1	-	-
18. Primary Metal & Fabricated Metal Products	11,954 -3.8	12,629 5.6	13,271 5.1	13,278 0.0	13,392 0.9	13,354 -0.3	-	-
19. Machinery	6,013 0.2	6,237 3.7	6,537 4.8	6,560 0.4	6,927 5.6	6,849 -1.1	-	-

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
20. Electrical and Electronic Products	7,114 0.1	7,374 3.7	7,682 4.2	7,571 -1.5	7,992 5.6	8,176 2.3	-	-
21. Transportation Equipment	19,774 1.3	20,098 1.6	20,482 1.9	20,235 -1.2	19,887 -1.7	19,240 -3.3	-	-
22. Auto Industry (Vehicles & Parts)	18,595 1.0	18,869 1.5	19,220 1.9	18,832 -2.0	18,564 -1.4	17,979 -3.1	-	-
23. Other Transportation Equipment	1,179 3.0	1,228 4.2	1,261 2.7	1,402 11.2	1,371 -2.3	1,391 1.5	-	-
24. Other Manufacturing	4,200 -1.7	4,426 5.4	4,391 -0.8	4,376 -0.3	4,411 0.8	4,202 -4.7	-	-
25. Services Producing Industries	301,444 1.0	304,687 1.1	305,508 0.3	307,046 0.5	309,292 0.7	312,181 0.9	-	-
26. Wholesale Trade	30,309 -0.2	31,750 4.8	32,164 1.3	32,756 1.8	32,979 0.7	33,853 2.7	-	-
27. Retail Trade	22,668 1.4	22,671 0.0	23,068 1.8	23,309 1.0	23,579 1.2	23,693 0.5	-	-
28. Transportation and Warehousing	17,488 -0.1	17,615 0.7	17,700 0.5	17,737 0.2	17,965 1.3	18,033 0.4	-	-
29. Information & Culture (including Telecommunications)	19,045 -0.5	19,196 0.8	18,970 -1.2	18,805 -0.9	18,849 0.2	18,936 0.5	-	-
30. Finance, Insurance, Real Estate, Rental & Leasing	95,081 0.8	96,175 1.2	96,449 0.3	97,006 0.6	98,158 1.2	99,071 0.9	-	-
31. Professional and Administrative Services	32,216 2.4	32,847 2.0	32,957 0.3	33,134 0.5	33,190 0.2	33,615 1.3	-	-
32. Education	17,280 0.9	17,371 0.5	16,713 -3.8	16,812 0.6	17,176 2.2	17,421 1.4	-	-
33. Health Care and Social Services	23,990 0.5	23,955 -0.1	24,323 1.5	24,337 0.1	24,255 -0.3	24,415 0.7	-	-
34. Arts, Entertainment & Recreation	4,149 -0.7	4,171 0.5	4,172 0.0	4,165 -0.2	4,132 -0.8	4,102 -0.7	-	-
35. Accommodation and Food	8,731 -0.1	8,754 0.3	8,706 -0.5	8,793 1.0	8,818 0.3	8,861 0.5	-	-
36. Other Services	9,742 0.8	9,722 -0.2	9,645 -0.8	9,719 0.8	9,759 0.4	9,744 -0.2	-	-
37. Public Administration	20,882 1.9	20,735 -0.7	21,053 1.5	21,022 -0.1	21,089 0.3	21,212 0.6	-	-
38. Total Production	429,385 0.2 0.9	434,452 1.2 4.8	438,631 1.0 3.9	440,343 0.4 1.6	443,028 0.6 2.5	444,977 0.4 1.8	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2001	2002	2003	2004
1. Goods Producing Industries	123,349 -2.2	127,407 3.3	128,011 0.5	131,293 2.6
2. Primary	7,642 -1.1	7,810 2.2	7,708 -1.3	8,174 6.0
3. Agriculture, Forestry, Fishing & Hunting	4,477 -4.2	4,590 2.5	4,629 0.8	4,742 2.4
4. Mining	3,232 4.6	3,246 0.4	3,161 -2.6	3,412 8.0
5. Utilities	10,042 1.7	10,115 0.7	9,826 -2.9	9,929 1.1
6. Electric Power	7,942 2.4	7,916 -0.3	7,584 -4.2	7,802 2.9
7. Natural Gas, Water and Other	2,098 -0.9	2,190 4.4	2,244 2.5	2,189 -2.4
8. Construction	19,961 7.6	21,055 5.5	21,946 4.2	21,776 -0.8
9. Residential Buildings	7,783 8.4	8,554 9.9	9,023 5.5	9,387 4.0
10. Non-Residential Buildings and Engineering	12,179 7.1	12,501 2.6	12,923 3.4	12,389 -4.1
11. Manufacturing	85,502 -4.9	88,306 3.3	88,266 -0.0	91,414 3.6
12. Food, Beverage, & Tobacco Products	9,712 3.5	9,718 0.1	9,518 -2.1	10,013 5.2
13. Textile, Clothing, & Leather Products	2,059 -7.1	2,022 -1.8	1,858 -8.1	1,789 -3.7
14. Wood Products and Furniture	4,863 2.6	5,147 5.8	5,296 2.9	5,352 1.0
15. Paper Products and Printing	6,543 4.0	6,742 3.0	6,995 3.7	6,849 -2.1
16. Chemical and Petroleum Products	8,168 9.1	8,565 4.9	8,842 3.2	9,456 6.9
17. Plastic and Rubber Products	5,543 -5.2	6,160 11.1	6,057 -1.7	6,170 1.9
18. Primary Metal & Fabricated Metal Products	12,177 -3.8	12,595 3.4	12,336 -2.1	12,783 3.6
19. Machinery	6,262 -4.1	6,419 2.5	6,154 -4.1	6,337 3.0

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2001	2002	2003	2004
20. Electrical and Electronic Products	8,080 -26.3	6,931 -14.2	6,982 0.7	7,435 6.5
21. Transportation Equipment	17,874 -10.8	18,952 6.0	19,126 0.9	20,147 5.3
22. Auto Industry (Vehicles & Parts)	16,244 -10.2	17,440 7.4	17,943 2.9	18,879 5.2
23. Other Transportation Equipment	1,630 -16.8	1,513 -7.2	1,183 -21.8	1,268 7.1
24. Other Manufacturing	3,949 3.9	4,113 4.1	4,312 4.8	4,348 0.8
25. Services Producing Industries	279,905 3.6	288,918 3.2	295,338 2.2	304,671 3.2
26. Wholesale Trade	26,496 1.0	28,147 6.2	29,777 5.8	31,745 6.6
27. Retail Trade	20,943 4.9	21,549 2.9	22,209 3.1	22,929 3.2
28. Transportation and Warehousing	16,567 3.0	16,855 1.7	16,997 0.8	17,635 3.8
29. Information & Culture (including Telecommunications)	17,465 9.4	18,323 4.9	18,925 3.3	19,004 0.4
30. Finance, Insurance, Real Estate, Rental & Leasing	88,161 6.0	91,373 3.6	93,010 1.8	96,178 3.4
31. Professional and Administrative Services	30,098 -0.3	31,306 4.0	32,142 2.7	32,788 2.0
32. Education	17,023 0.1	16,746 -1.6	16,806 0.4	17,044 1.4
33. Health Care and Social Services	22,033 2.6	22,670 2.9	23,457 3.5	24,151 3.0
34. Arts, Entertainment & Recreation	3,744 5.1	4,027 7.6	4,147 3.0	4,164 0.4
35. Accommodation and Food	9,016 3.7	9,120 1.2	8,594 -5.8	8,746 1.8
36. Other Services	9,279 3.4	9,488 2.2	9,581 1.0	9,707 1.3
37. Public Administration	19,492 1.7	19,944 2.3	20,548 3.0	20,923 1.8
38. Total Production	403,543 1.8	416,813 3.3	423,890 1.7	435,703 2.8

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics@fin.gov.on.ca

website:

<http://www.fin.gov.on.ca/english/economy/ecaccts/>

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**Ontario
Ministry
of Finance**

**Third Quarter
of 2005**
(July, August, September)

Ontario Economic Accounts



January 2006
Third Quarter of 2005
(July, August, September)

Ontario Economic Accounts



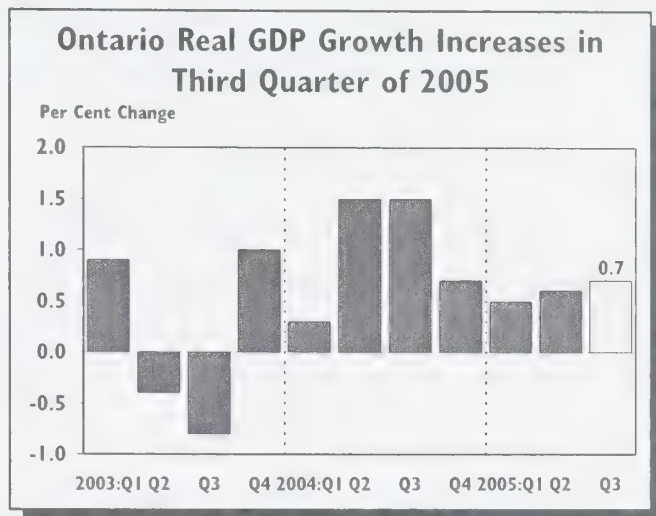
Ontario Ministry of Finance

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THIRD-QUARTER HIGHLIGHTS: JULY-SEPTEMBER 2005

- ❑ Ontario's **real Gross Domestic Product** grew by 0.7% in the third (July to September) quarter of 2005, following an increase of 0.6% in the previous quarter. Ontario's economic growth was below that of both Canada, which advanced 0.9%, and of the U.S., which grew by 1.0% in the third quarter.
- ❑ Ontario growth was led by strong machinery and equipment investment, solid household spending and a rebound in exports. **Final domestic demand** increased by 0.8% in the third quarter, double the second quarter pace of 0.4%.
- ❑ The largest source of third quarter growth was **real machinery and equipment investment**. Machinery and equipment investment jumped 3.5% in the quarter, propelled by rising business purchases of new industrial machinery, telecommunications equipment and computers and other office equipment. A significant portion of these capital goods are imported and businesses took advantage of the strong Canadian dollar which lowers acquisition costs.
- ❑ **Real residential construction investment** also contributed to third quarter growth with housing investment rebounding by 1.5% in the summer quarter, reversing a 0.2 % second quarter decline. Housing investment was led by rising real estate commissions (+5.4%) reflecting Ontario's robust housing resale market and by a 1.4% gain in new housing construction, the first increase in five quarters.
- ❑ **Real consumer spending** grew by 0.6% in the third quarter of 2005, identical to second quarter growth. Consumer spending was boosted by an increase in motor vehicle purchases as producers offered "employee discount" incentives to clear inventories.
- ❑ **Real exports** advanced 1.6% in the third quarter, rebounding from a 0.5% decline in the previous quarter. This was the strongest export growth in over a year and was due in large measure to the substantial turnaround in automobile exports which rose 7.6%.



- ❑ **Real imports** also rebounded strongly in the third quarter, rising 2.1% following a 1.3% drop in the second quarter. Import gains were broadly-based led by rising domestic demand for machinery and equipment and automotive products.
- ❑ Ontario businesses continued to accumulate **inventories** in the third quarter of 2005 with stocks up an annualized \$4.4 billion, the same magnitude of accumulation as in the second quarter. The third quarter increase of inventories was concentrated at the manufacturing and wholesale trade levels while retail stocks fell.
- ❑ In **current dollars**, **GDP** advanced 2.0% in the third quarter, almost double the 1.1% second quarter rate of growth. Economy-wide prices, as measured by the **GDP implicit price index**, increased by 1.3% in the third quarter. Canada-wide, the GDP price index rose at an even more rapid pace, climbing 1.9% as prices for oil and natural gas surged.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2003	2004	2004:4	2005:1	2005:2	2005:3
Real GDP (Chained \$ 1997)	1.6	2.7	0.7	0.5	0.6	0.7
(annualized rate)			2.7	2.1	2.3	2.8
Personal spending	3.3	3.2	1.2	0.8	0.6	0.6
Government spending	5.1	3.0	0.1	1.3	0.7	0.5
Residential construction	3.3	4.1	-2.7	0.1	-0.2	1.5
Non-residential construction	0.4	-7.1	-0.5	0.8	-2.5	-1.1
Machinery & equipment	6.2	8.2	3.0	0.1	-0.5	3.5
Final Domestic Demand	3.8	3.3	0.8	0.8	0.4	0.8
Exports	-0.8	5.6	0.7	0.8	-0.5	1.6
Imports	3.3	7.1	1.8	-0.7	-1.3	2.1
Business inventories (Chained \$1997 billions)	3.3	3.1	10.4	6.1	4.4	4.4
Nominal GDP (\$ Current)	3.2	4.9	1.4	0.9	1.1	2.0
Corporation profits	-4.7	14.1	2.7	0.8	1.4	3.2
Personal income	3.1	3.8	1.1	0.9	1.5	1.5
Disposable income	3.9	3.3	0.9	0.5	1.2	1.6
Implicit price index, GDP	1.4	1.6	0.7	0.3	0.5	1.3

DEMAND AND INCOMES

CONSUMER SPENDING STEADY IN THIRD QUARTER

Real consumer spending continued growing at a steady, but moderate pace in the third quarter of 2005, rising by 0.6% for the second consecutive quarter. This was down from the first quarter when spending rose by 0.8% and considerably slower than in 2004 when consumer spending grew at an average quarterly pace of 1.1%.

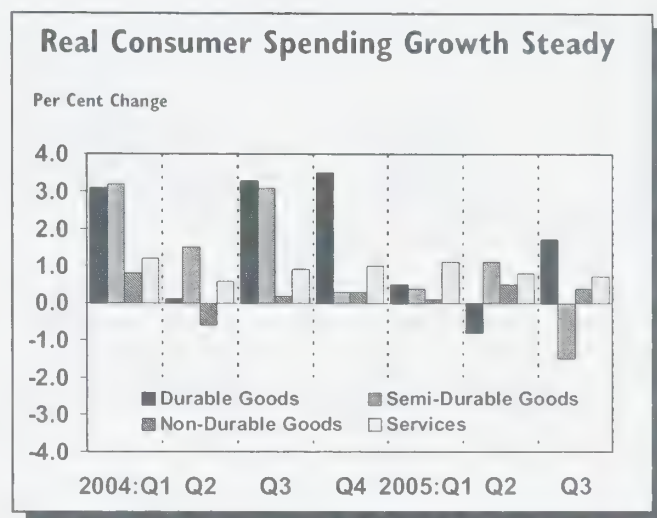
Real spending on durable goods jumped 1.7% in the third quarter, largely as a result of strong incentive-induced gains in motor vehicle purchases. The third quarter improvement followed much weaker durable spending growth in both the second (-0.8%) and first (+0.5%) quarters.

Real spending on clothing declined 2.9% in the third quarter, after a solid 2.0% second quarter advance. This helped push semi-durable spending down 1.5% in the third quarter, reversing a healthy 1.1% increase in the second quarter.

Real non-durable spending grew by 0.4% in the third quarter, after rising 0.5% in the previous quarter. Increased spending on electricity, alcohol and pharmaceutical and personal care products contributed to the gain, more than offsetting falling gasoline consumption as consumers continued reacting to high pump prices.

Real spending on services increased 0.7% in the third quarter, lower than the 0.8% second quarter and 1.1% first quarter growth.

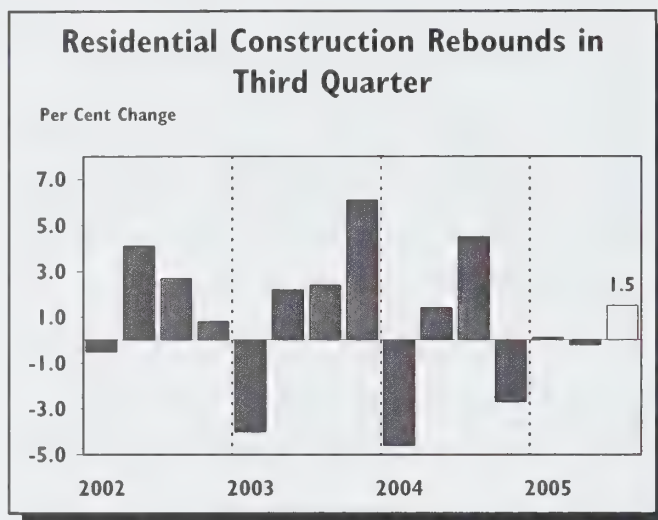
Personal disposable income increased 1.6% in the third quarter, up from a 1.2% gain in the second quarter. Labour income, the largest component of household income, increased 1.7%, up from the 1.5% pace in the previous quarter.



RESIDENTIAL CONSTRUCTION ADVANCES IN THIRD QUARTER

Real residential construction investment rebounded a strong 1.5% in the third quarter, following two quarters with little growth. Boosting residential construction was a 5.4% increase in real estate commissions. This reflects Ontario's robust housing resale market which rose 3.3% to an all-time high of over 51,000 resales in the quarter.

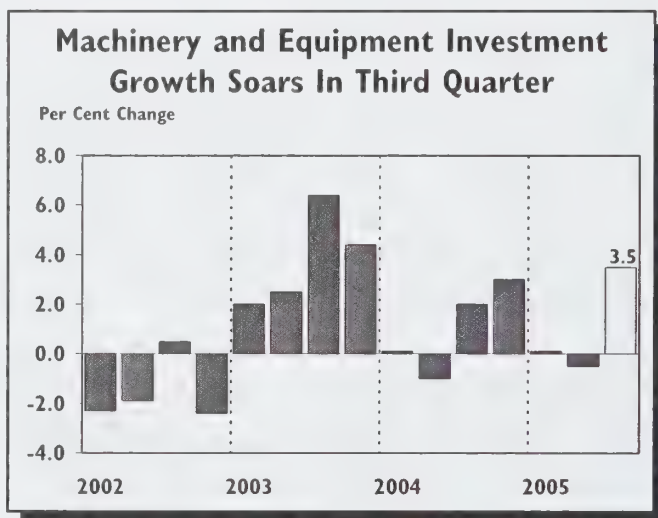
The third quarter rebound also benefited from a solid 1.4% gain in new housing construction, the first increase in over a year. A 0.7% drop in renovation spending partially offset these gains.



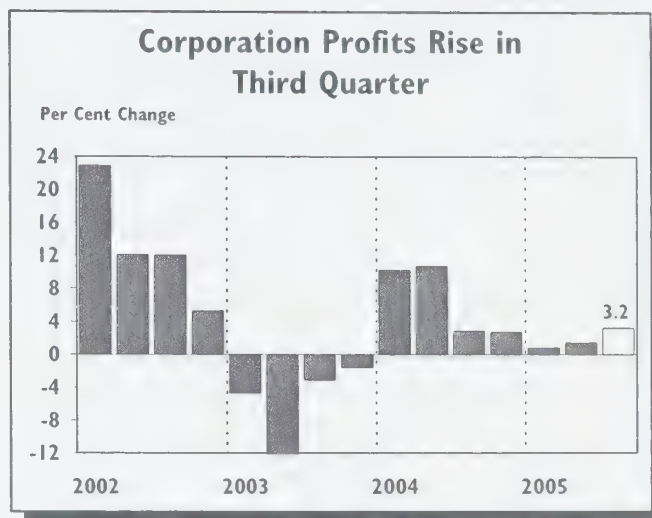
BUSINESS INVESTMENT GROWTH REBOUNDS IN THIRD QUARTER

Business investment in plant and equipment grew 2.6% in the third quarter, following a 0.9% decline in the previous quarter. This was the strongest gain in almost two years, propelled by robust growth in machinery and equipment spending.

Real machinery and equipment investment jumped 3.5% in the quarter, propelled by rising business purchases of new industrial machinery, telecommunications equipment and computers and other office equipment. A significant portion of these capital goods are imported and businesses took advantage of the strong Canadian dollar which lowers acquisition costs. **Real non-residential construction** declined by 1.1% in the third quarter, following a 2.5% drop in the second quarter.



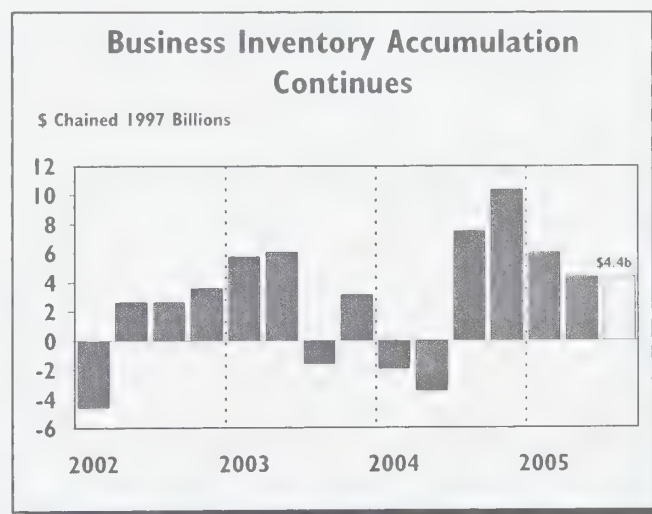
Ontario **pre-tax corporate profits** rose 3.2% in the third quarter, following 1.4% second quarter gain. The improvement in corporate profits was due in particular to a better performance in the financial sector. Wholesalers, retailers and real estate brokers also saw healthy increases in their third quarter profits. Manufacturing sector profits which declined for the fourth time in the last five quarters, continued to be a drag on overall profit growth.



BUSINESS INVENTORY ACCUMULATION CONTINUES

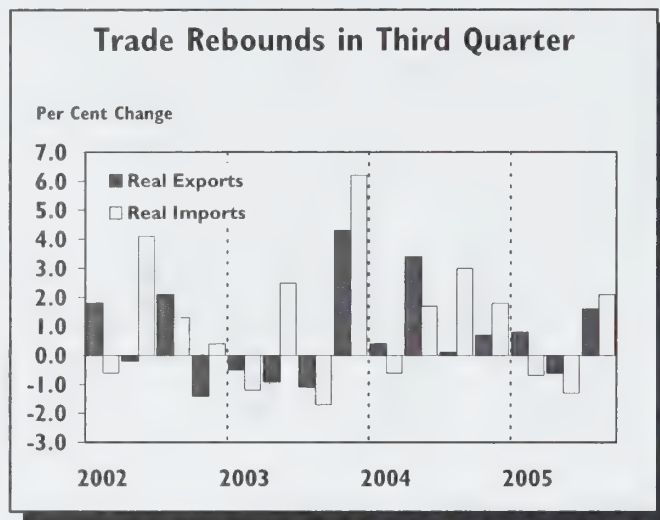
Ontario businesses continued adding to inventories in the third quarter of 2005 with stocks up an annualized \$4.4 billion, the same magnitude of accumulation as in the second quarter.

The third quarter accumulation was concentrated at the manufacturing and wholesale trade levels. Manufacturing inventories jumped substantially in the third quarter, particularly for auto parts and machinery products. Wholesale inventory accumulation was also stronger, with increases in machinery and equipment, motor vehicles and building materials. These were partially offset by a draw-down in retail stocks, mostly lower motor vehicle inventories, as manufacturers encouraged sales with generous incentives.



EXPORTS AND IMPORTS REBOUND IN THIRD QUARTER

Real exports advanced 1.6% in the third quarter, rebounding from a 0.5% decline in the previous quarter. This was the strongest export growth in over a year and was due in large part to a sharp turn-around in automobile exports which soared 7.6%. U.S. car sales jumped 4.1% in the third quarter with just under 18 million units sold, the strongest quarterly sales tally in almost four years. Also contributing to the export rebound, was the easing of border restrictions on Canadian live cattle in July, which helped boost exports of Ontario agricultural products by 4.1% in the third quarter.



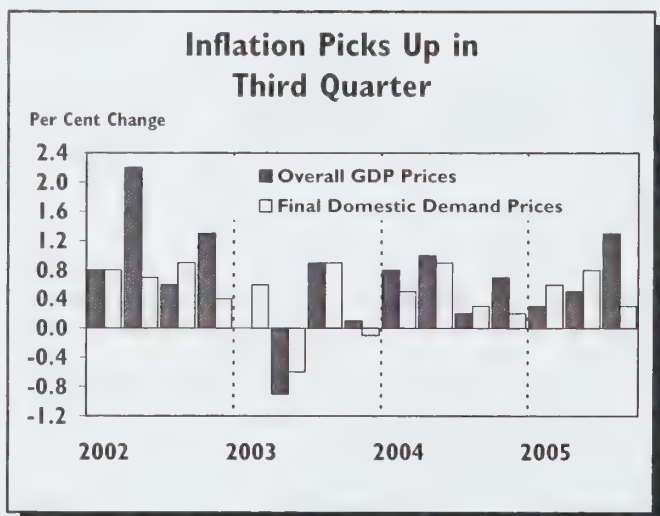
Real imports also rebounded strongly in the third quarter, rising 2.1% following a 1.3% drop in the second quarter. Import gains were broadly-based with imports of machinery and equipment (+6.0%), other consumer products (+5.0%), automotive products (+4.4%) and industrial goods and materials (+1.7%), all up substantially. Much of the increased imports was the result of a surge in machinery and equipment investment by businesses. Also boosting imports was the strong consumer demand for motor vehicles.

With imports rising more than exports, Ontario's **real trade surplus** narrowed by just over \$500 million (1997 dollars) to \$44.3 billion in the third quarter.

GDP INFLATION RISES IN THIRD QUARTER

Economy-wide prices as measured by the GDP implicit price index rose by 1.3% in the third quarter, up from the 0.5% increase in the second quarter. The national GDP deflator rose by 1.9%, boosted by oil and gas prices.

Leading the third quarter price rise was a jump in non-durable goods prices (+1.8%), due in part to higher pump prices for gasoline. Upward pressure was also exerted by a 1.9% increase in



non-residential construction prices in the third quarter.

Ontario export prices rose by 0.2% in the quarter while on the national scale Canadian export prices climbed 2.5%. Ontario import prices declined by 1.5%, close to the national decline of 1.6%. Both export and import prices were held down by the strong Canadian dollar which rose by almost 3 cents (U.S.) or 3.5% against the American dollar.

Overall final domestic demand inflation rose by 0.3% in the third quarter, down from the 0.8% increase in the second quarter.

ONTARIO PRODUCTION BY INDUSTRY

INDUSTRIAL PRODUCTION IN JULY-SEPTEMBER QUARTER OF 2005

Industrial output advanced by 0.9% in the third quarter of 2005 (3.8% annualized), accelerating from its 0.6% pace in the second quarter. Growth was broad-based, with the goods-producing sector posting its best performance in a year (+1.1%) while the services sector maintained the solid pace it registered in the second quarter (+0.9%).

The financial (+1.5%) and manufacturing (+1.1%) sectors contributed more than half of the economy's third quarter growth. Activity in the information and cultural sector, as well as in transportation and warehousing (both up 2.3%) also increased significantly.

The main areas of weakness in the quarter occurred in retail trade (-0.2%) and accommodation and food services (-0.5%).

ONTARIO OUTPUT BY SECTOR

(% change from previous period, chained \$1997)

	2003	2004	2004:4	2005:1	2005:2	2005:3
Goods Sector	0.5	3.0	0.2	0.2	-0.2	1.1
Primary Industries	-2.4	3.7	1.0	1.6	3.2	1.4
Utilities	-3.1	1.4	5.9	-1.1	1.5	0.4
Construction	4.5	0.0	-0.3	-0.7	0.9	0.8
Manufacturing	0.2	3.8	-0.4	0.6	-1.0	1.1
Of which: Auto Industry	1.6	5.7	-2.0	-1.1	-2.4	3.9
Service Sector	2.3	2.8	0.4	0.7	0.9	0.9
Wholesale Trade	4.6	5.2	1.2	0.4	2.8	0.8
Retail Trade	2.7	3.1	1.7	1.3	0.4	-0.2
Transportation and Warehousing	0.6	3.7	0.0	1.2	0.7	2.3
Information and Cultural Industries	1.8	0.5	-0.7	0.4	0.8	2.3
Finance, Insurance, Real Estate	2.3	3.5	0.3	1.4	0.6	1.5
Public Administration	3.9	1.9	-0.3	0.4	0.5	0.1
Ontario Output at Basic Prices	1.7	2.8	0.4	0.6	0.6	0.9
(annualized rate)			1.4	2.6	2.5	3.8

Note: Ontario output by sector is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT REBOUNDS

Manufacturing output rose 1.1% in the third quarter of 2005, erasing a 1.0% decline in the second quarter.

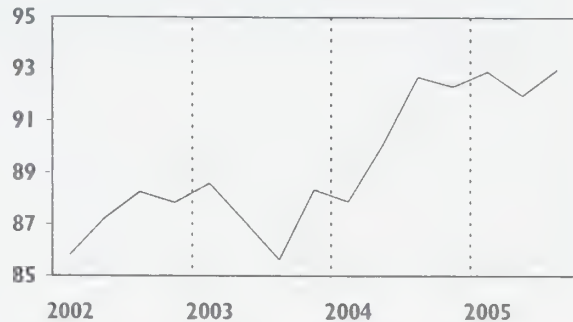
Seven of the eleven manufacturing industries included in the Ontario Economic Accounts, representing two-thirds of the sector, increased output in the third quarter.

Output in the auto industry jumped 3.9%, ending a three quarter slide and contributing more than two-thirds of overall manufacturing growth. Both the auto assembly (+4.8%) and auto parts (+3.1%) industries increased their output.

Third quarter food, beverage and tobacco production rose 2.3%. "Other manufacturing" which includes gypsum and cement products, was up 5.3%. These advances were offset in part by output declines in primary metal and metal products (-2.1%), machinery (-2.1%) and chemical and petroleum products (-0.5%).

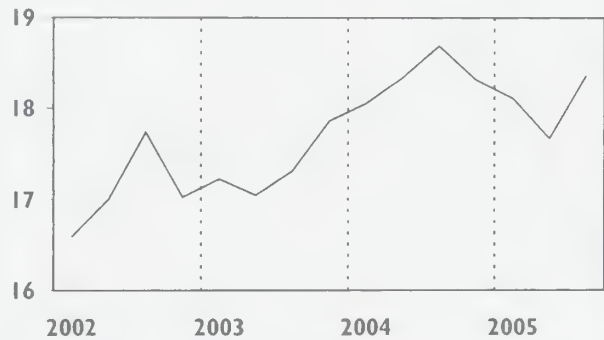
Manufacturing Up in Third Quarter

\$ 1997 Billions



Auto Industry Output Rebounds

\$ 1997 Billions



Food and Beverage Output Rises

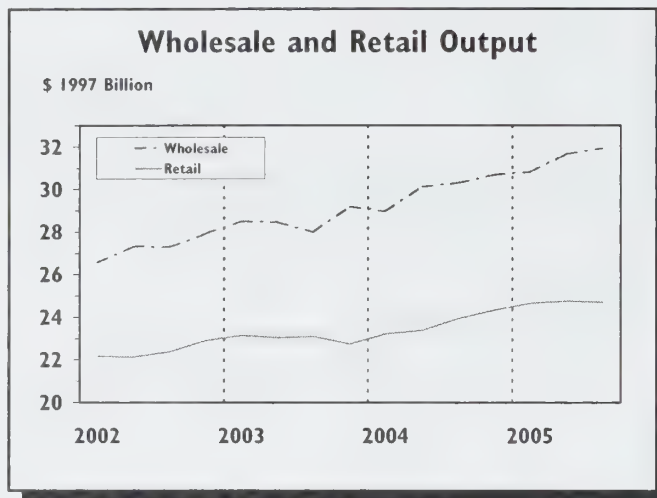
\$ 1997 Billions



GROWTH IN WHOLESALE TRADE WHILE RETAIL EDGES DOWN

Wholesaling activity advanced 0.8% in the third quarter, following a 2.8% surge in the second quarter. The most significant increase in activity came from motor vehicle wholesalers in response to incentive programs.

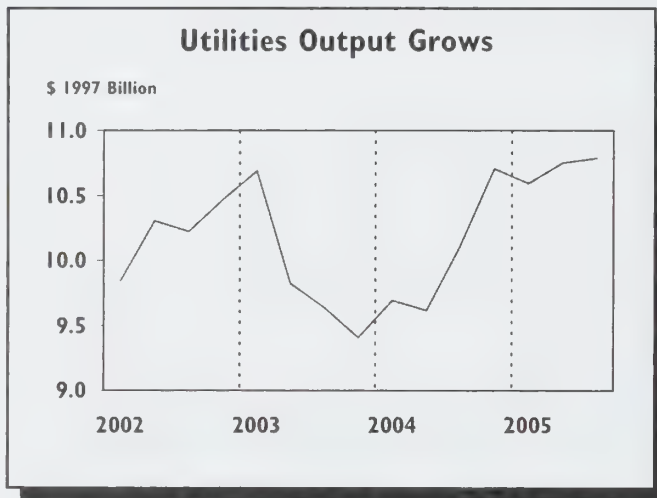
Retail sector output edged down 0.2% in the third quarter. Lower sales volumes at service stations offset growth at drugstores and supermarkets.



RESOURCES AND UTILITIES

Utilities output improved 0.4% in the third quarter following a 1.5% advance in the second quarter. Electric power production increased 0.7% while natural gas and water distribution output fell 0.7% in the quarter.

Production in the primary sector reached a new record high, growing for a ninth consecutive quarter (+1.4%) in the third quarter. Output in the agriculture, forestry, fishing and hunting sector jumped 2.5%. Mining output rose 0.4%.



EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

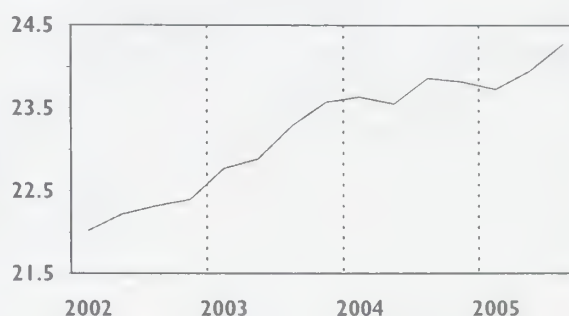
Production in the health care and social services sector picked up speed in the third quarter (+1.4%) following a solid second quarter (+1.0%).

Activity in the public administration sector rose a modest 0.1%, the slowest rate of growth in 2005.

Education services output edged down 0.2% following three quarters of solid growth averaging 1.7%.

Health Care and Social Services Up

\$ 1997 Billion

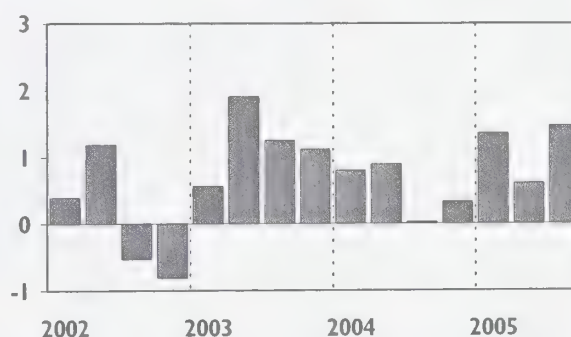


OTHER SERVICE SECTORS

Output by the finance, insurance and real estate sector grew 1.5% in the third quarter and was the primary contributor to growth in the economy. The third quarter advance, the best in more than two years, was spurred on by higher activity at banks, securities brokers and real estate agents. This was the eleventh consecutive quarter of growth for the financial sector.

Finance, Insurance & Real Estate Gains

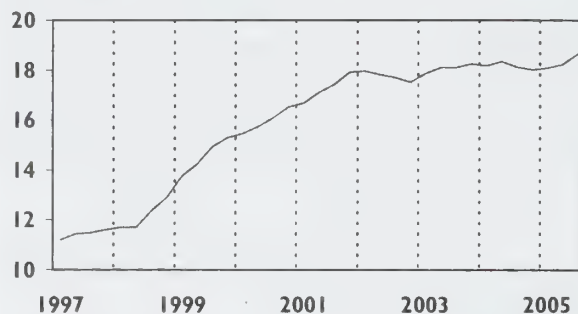
Per Cent Change



Output by the information and culture sector (which includes telecommunications) jumped 2.3% in the third quarter. The industry went through a lull in 2004 with growth of only 0.5% for the year. The sector has now regained momentum mainly on the strength of rising output by the telecommunications industry.

Information & Cultural Services Grows

\$ 1997 Billion

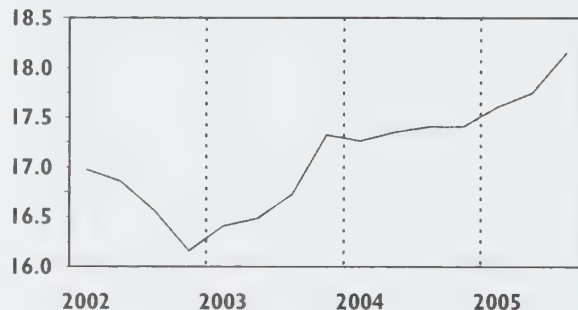


Production in the transportation and warehousing sector jumped 2.3% in the third quarter, boosted by increased activity in some wholesaling and energy-related industries.

Output of the accommodation and food sector fell 0.5%, reflecting a drop (seasonally adjusted) of nearly 10% in the number of travellers entering Ontario in the third quarter.

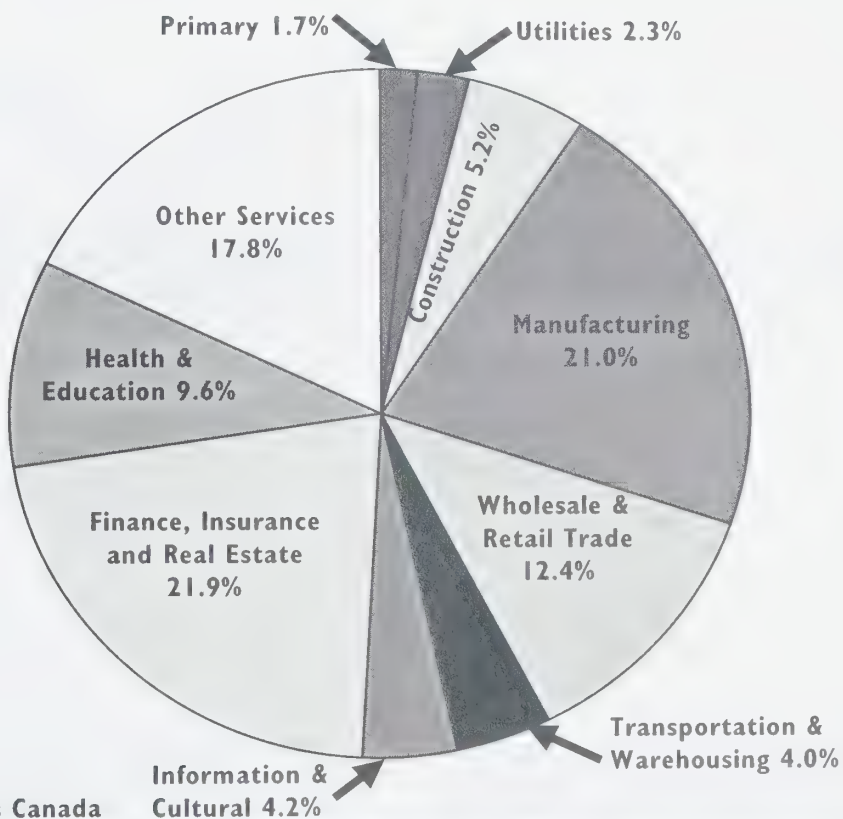
Transport and Warehouse Output Jumps

\$ 1997 Billion



Structure of the Ontario Economy, 2004

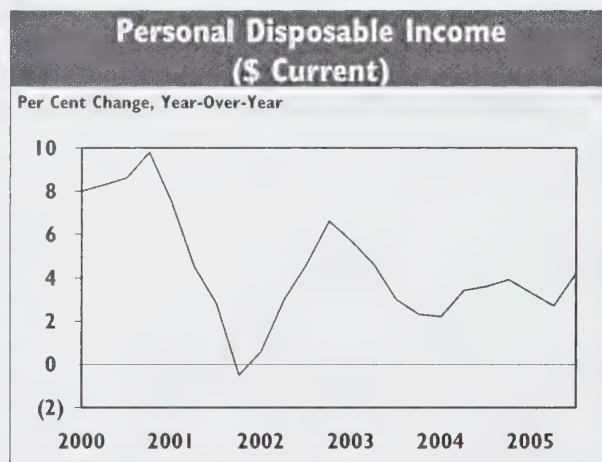
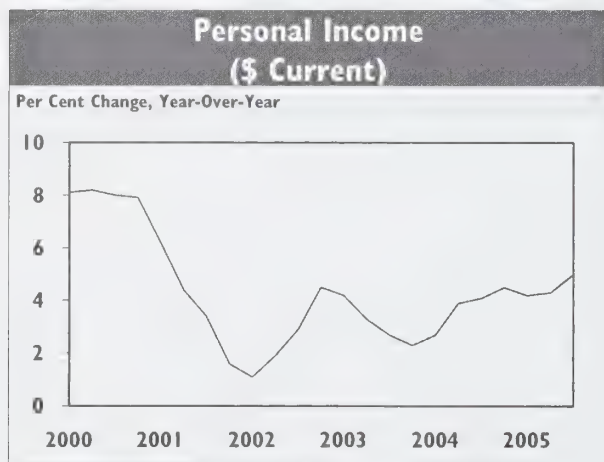
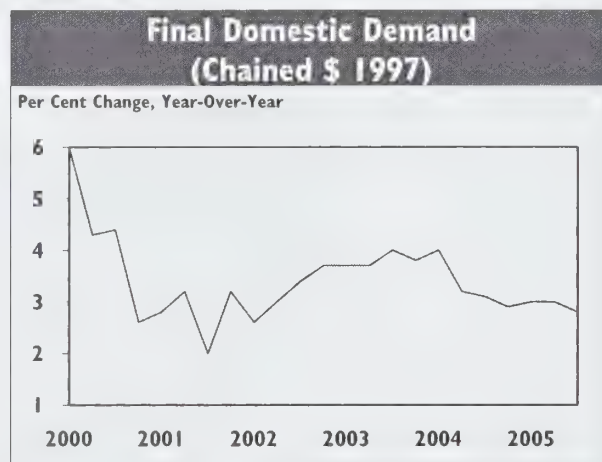
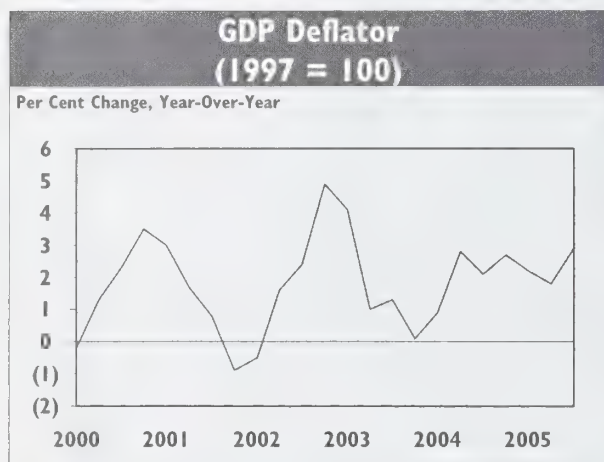
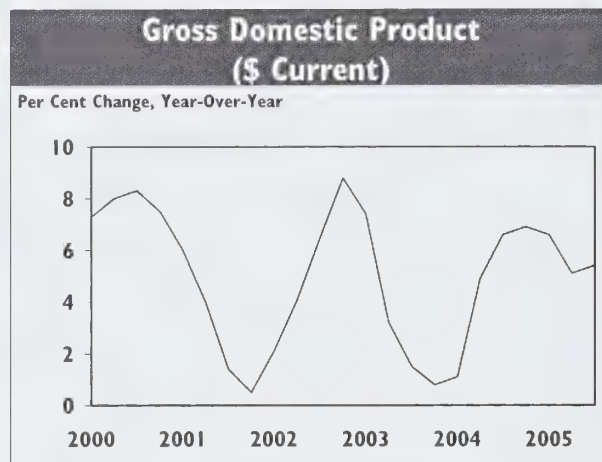
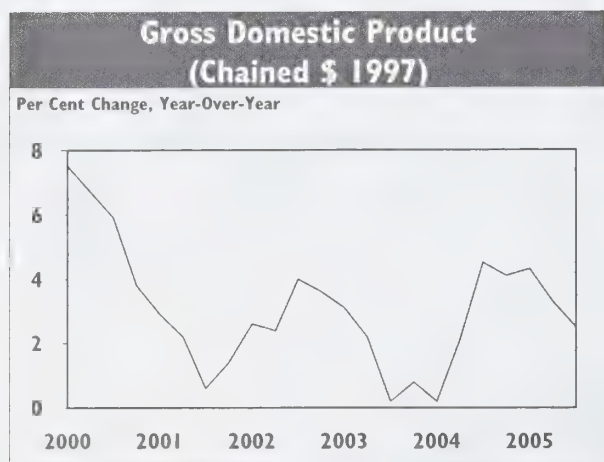
Per Cent Share of GDP



Source: Statistics Canada

ONTARIO ECONOMIC ACCOUNTS: SUMMARY CHARTS

(2000:1 - 2005:3)

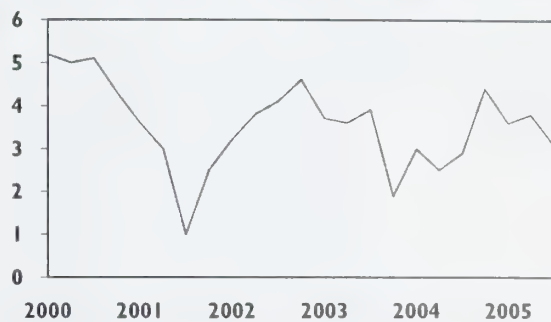


ONTARIO ECONOMIC ACCOUNTS: SUMMARY CHARTS

(2000:1 - 2005:3)

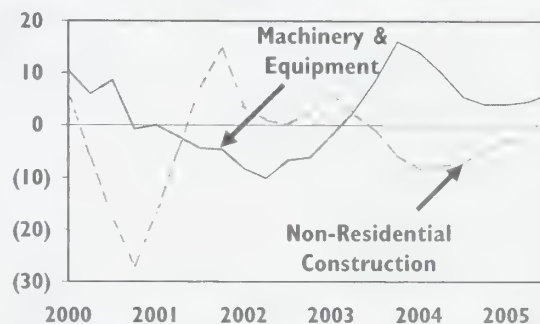
Consumer Spending (Chained \$ 1997)

Per Cent Change, Year-Over-Year



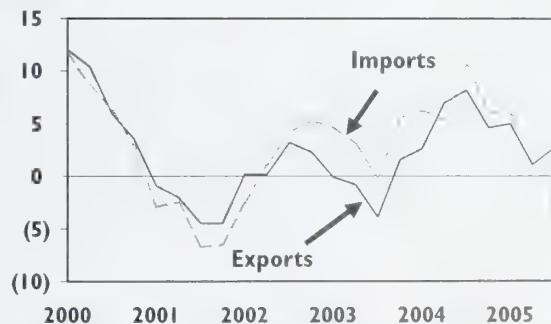
Business Plant & Equipment (Chained \$ 1997)

Per Cent Change, Year-Over-Year



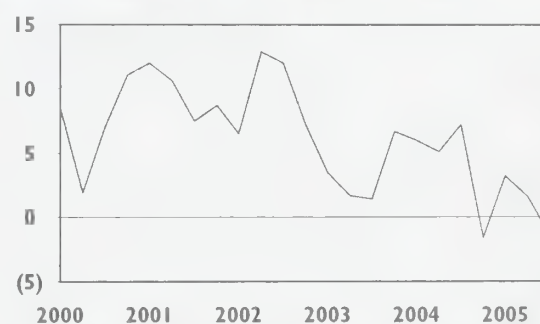
Trade (Chained \$ 1997)

Per Cent Change, Year-Over-Year



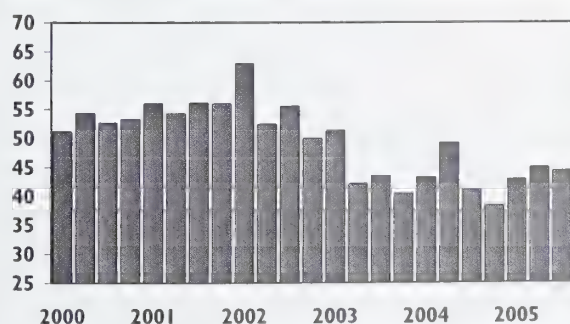
Residential Construction (Chained \$ 1997)

Per Cent Change, Year-Over-Year



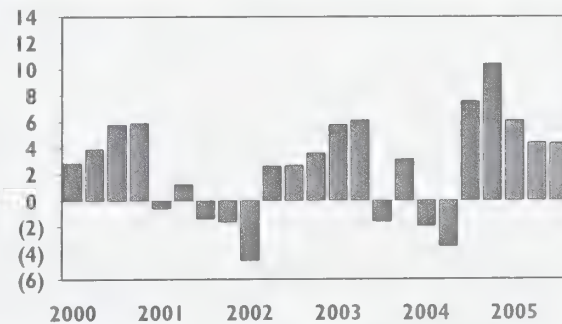
Net Exports (Chained \$ 1997)

\$ Billions



Change in Inventories (Chained \$ 1997)

\$ Billions



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics@fin.gov.on.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Wages, salaries and supplementary labour income (domestic basis)	246,155 0.9	249,043 1.2	253,019 1.6	256,687 1.4	259,213 1.0	260,589 0.5	262,535 0.7	265,607 1.2
2. Corporation profits before taxes	51,788 22.9	58,050 12.1	65,019 12.0	68,459 5.3	65,253 -4.7	57,018 -12.6	55,235 -3.1	54,342 -1.6
3. Interest and miscellaneous investment income	15,713 -1.1	15,520 -1.2	16,196 4.4	16,499 1.9	16,386 -0.7	15,895 -3.0	16,344 2.8	15,955 -2.4
4. Net income of unincorporated business *	31,127 2.5	31,806 2.2	32,343 1.7	32,816 1.5	32,829 0.0	32,644 -0.6	32,567 -0.2	32,764 0.6
5. Inventory valuation adjustment	-1,407	-1,143	-2,084	-1,182	2,153	5,344	1,494	817
6. Indirect taxes less subsidies	61,903 0.9	62,985 1.7	60,865 -3.4	59,907 -1.6	60,487 1.0	60,636 0.2	62,047 2.3	63,482 2.3
7. Capital consumption allowances	55,612 0.9	58,247 4.7	58,042 -0.4	59,691 2.8	60,063 0.6	60,418 0.6	60,640 0.4	60,915 0.5
8. Statistical discrepancy	1,319	452	51	-934	-49	-2,202	-260	2,219
9. Gross Domestic Product at market prices	462,210 2.2	474,960 2.8	483,451 1.8	491,943 1.8	496,335 0.9	490,342 -1.2	490,602 0.1	496,101 1.1
	** 9.0	11.5	7.3	7.2	3.6	-4.7	0.2	4.6

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

TABLE 1

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (domestic basis)	268,239 1.0	271,288 1.1	273,595 0.9	276,238 1.0	279,105 1.0	283,355 1.5	288,059 1.7	-
2. Corporation profits before taxes	59,900 10.2	66,319 10.7	68,235 2.9	70,110 2.7	70,639 0.8	71,661 1.4	73,985 3.2	-
3. Interest and miscellaneous investment income	16,373 2.6	17,069 4.3	17,487 2.4	17,507 0.1	17,695 1.1	17,148 -3.1	17,691 3.2	-
4. Net income of unincorporated business *	33,349 1.8	34,107 2.3	34,555 1.3	34,945 1.1	35,201 0.7	35,633 1.2	36,110 1.3	-
5. Inventory valuation adjustment	-2,605	-2,223	127	1,217	-402	-392	1,971	-
6. Indirect taxes less subsidies	63,565 0.1	64,984 2.2	65,927 1.5	66,464 0.8	66,967 0.8	67,685 1.1	68,003 0.5	-
7. Capital consumption allowances	62,015 1.8	63,148 1.8	64,129 1.6	65,068 1.5	65,480 0.6	66,344 1.3	67,169 1.2	-
8. Statistical discrepancy	854	-303	-865	-1,190	183	-652	-1,335	-
9. Gross Domestic Product at market prices	501,690 1.1	514,389 2.5	523,190 1.7	530,359 1.4	534,868 0.9	540,782 1.1	551,653 2.0	-
***	4.6	10.5	7.0	5.6	3.4	4.5	8.3	-

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	257,967 1.8	262,665 1.8	266,833 1.6	271,888 1.9	274,974 1.1	275,626 0.2	279,653 1.5	279,151 -0.2
2. Durable goods	35,650 2.1	36,000 1.0	36,251 0.7	37,051 2.2	36,624 -1.2	36,498 -0.3	37,140 1.8	34,646 -6.7
3. Semi-durable goods	22,937 3.0	22,986 0.2	22,955 -0.1	23,194 1.0	23,394 0.9	23,490 0.4	23,835 1.5	23,413 -1.8
4. Non-durable goods	58,276 2.0	58,553 0.5	60,484 3.3	62,040 2.6	64,340 3.7	63,175 -1.8	64,445 2.0	65,289 1.3
5. Services	141,103 1.4	145,127 2.9	147,144 1.4	149,603 1.7	150,616 0.7	152,463 1.2	154,233 1.2	155,804 1.0
6. Government expenditure on goods and services:	90,019 0.5	91,839 2.0	93,903 2.2	95,899 2.1	97,329 1.5	98,943 1.7	100,847 1.9	103,688 2.8
7. Current expenditure	78,881 0.0	80,346 1.9	82,024 2.1	83,712 2.1	84,185 0.6	85,802 1.9	87,619 2.1	90,258 3.0
8. Capital expenditure	11,138 3.6	11,492 3.2	11,879 3.4	12,187 2.6	13,145 7.9	13,141 -0.0	13,228 0.7	13,430 1.5
9. Business gross fixed capital formation:	71,026 0.5	72,060 1.5	72,778 1.0	72,756 -0.0	72,763 0.0	72,974 0.3	75,879 4.0	77,944 2.7
10. Residential structures	26,898 2.5	28,080 4.4	28,802 2.6	29,363 1.9	28,828 -1.8	29,707 3.0	31,189 5.0	32,965 5.7
11. Non-residential structures	11,228 -1.3	11,445 1.9	11,676 2.0	11,962 2.4	12,257 2.5	12,017 -2.0	11,894 -1.0	11,660 -2.0
12. Machinery and equipment	32,900 -0.5	32,534 -1.1	32,299 -0.7	31,431 -2.7	31,678 0.8	31,250 -1.3	32,797 4.9	33,319 1.6
13. Exports of goods and services	318,196 2.8	318,170 -0.0	328,198 3.2	325,328 -0.9	321,122 -1.3	302,282 -5.9	299,231 -1.0	309,145 3.3
14. DEDUCT: Imports of goods and services	264,963 1.0	273,600 3.3	279,585 2.2	280,369 0.3	276,562 -1.4	267,472 -3.3	262,515 -1.9	273,491 4.2
15. Value of physical change in inventories:	-8,780	4,290	1,351	5,579	6,736	5,799	-2,767	1,811
16. Non-farm	-8,817	3,907	1,727	4,863	7,026	6,027	-2,928	1,516
17. Farm	185	282	-294	639	-292	-253	142	326
18. Government	-148	100	-81	77	3	26	19	-32
19. Statistical discrepancy	-1,256	-465	-26	864	-25	2,189	272	-2,149
20. Gross Domestic Product at market prices	462,210 2.2 9.0	474,960 2.8 11.5	483,451 1.8 7.3	491,943 1.8 7.2	496,335 0.9 3.6	490,342 -1.2 -4.7	490,602 0.1 0.2	496,101 1.1 4.6
21. Final domestic demand	419,012 1.3	426,564 1.8	433,513 1.6	440,543 1.6	445,065 1.0	447,544 0.6	456,380 2.0	460,783 1.0

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	284,713 2.0	287,790 1.1	291,701 1.4	296,735 1.7	300,109 1.1	303,330 1.1	306,452 1.0	-
2. Durable goods	35,477 2.4	35,591 0.3	36,499 2.6	37,905 3.8	38,083 0.5	37,478 -1.6	38,111 1.7	-
3. Semi-durable goods	24,088 2.9	24,359 1.1	24,859 2.0	24,978 0.5	24,777 -0.8	25,102 1.3	24,738 -1.4	-
4. Non-durable goods	66,526 1.9	67,263 1.1	68,111 1.3	69,435 1.9	70,424 1.4	71,544 1.6	73,123 2.2	-
5. Services	158,622 1.8	160,577 1.2	162,232 1.0	164,417 1.3	166,824 1.5	169,206 1.4	170,479 0.8	-
6. Government expenditure on goods and services:	104,289 0.6	105,310 1.0	105,756 0.4	106,221 0.4	108,584 2.2	111,112 2.3	111,976 0.8	-
7. Current expenditure	91,019 0.8	91,895 1.0	92,237 0.4	92,561 0.4	94,773 2.4	97,138 2.5	97,852 0.7	-
8. Capital expenditure	13,270 -1.2	13,415 1.1	13,520 0.8	13,659 1.0	13,811 1.1	13,974 1.2	14,124 1.1	-
9. Business gross fixed capital formation:	77,307 -0.8	79,102 2.3	80,813 2.2	80,186 -0.8	80,915 0.9	81,144 0.3	82,291 1.4	-
10. Residential structures	32,282 -2.1	33,649 4.2	35,123 4.4	34,526 -1.7	34,737 0.6	34,964 0.7	35,416 1.3	-
11. Non-residential structures	11,668 0.1	11,745 0.7	11,827 0.7	11,908 0.7	12,203 2.5	12,179 -0.2	12,283 0.9	-
12. Machinery and equipment	33,357 0.1	33,709 1.1	33,863 0.5	33,752 -0.3	33,975 0.7	34,001 0.1	34,592 1.7	-
13. Exports of goods and services	313,368 1.4	333,041 6.3	328,913 -1.2	321,746 -2.2	326,557 1.5	329,568 0.9	335,671 1.9	-
14. DEDUCT: Imports of goods and services	275,865 0.9	289,084 4.8	289,968 0.3	284,178 -2.0	286,925 1.0	288,814 0.7	290,443 0.6	-
15. Value of physical change in inventories:	-1,357	-2,266	5,146	8,716	5,812	3,790	4,370	-
16. Non-farm	-1,527	-2,306	5,184	8,556	5,737	3,736	4,331	-
17. Farm	88	72	30	118	78	68	37	-
18. Government	82	-32	-68	42	-3	-14	3	-
19. Statistical discrepancy	-766	495	827	933	-183	652	1,335	-
20. Gross Domestic Product at market prices	501,690 1.1 4.6	514,389 2.5 10.5	523,190 1.7 7.0	530,359 1.4 5.6	534,868 0.9 3.4	540,782 1.1 4.5	551,653 2.0 8.3	-
21. Final domestic demand	466,310 1.2	472,202 1.3	478,270 1.3	483,142 1.0	489,608 1.3	495,585 1.2	500,719 1.0	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 3***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	238,647 1.3	240,987 1.0	242,271 0.5	246,423 1.7	247,437 0.4	249,587 0.9	251,795 0.9	251,097 -0.3
2. Durable goods	36,240 2.4	36,457 0.6	36,667 0.6	37,896 3.4	37,325 -1.5	37,191 -0.4	38,051 2.3	35,509 -6.7
3. Semi-durable goods	22,178 4.2	21,904 -1.2	21,668 -1.1	22,114 2.1	22,471 1.6	22,751 1.2	23,107 1.6	22,443 -2.9
4. Non-durable goods	51,311 1.3	50,876 -0.8	51,066 0.4	52,336 2.5	52,884 1.0	52,977 0.2	52,739 -0.4	54,065 2.5
5. Services	129,128 0.6	132,015 2.2	133,185 0.9	134,433 0.9	135,038 0.5	136,880 1.4	138,039 0.8	139,143 0.8
6. Government expenditure on goods and services:	82,851 -0.3	84,309 1.8	84,905 0.7	85,975 1.3	87,188 1.4	88,763 1.8	88,466 -0.3	90,942 2.8
7. Current expenditure	71,982 -0.7	73,038 1.5	73,367 0.5	74,077 1.0	74,673 0.8	75,916 1.7	75,447 -0.6	77,552 2.8
8. Capital expenditure	10,869 2.7	11,271 3.7	11,538 2.4	11,898 3.1	12,515 5.2	12,848 2.7	13,019 1.3	13,390 2.9
9. Business gross fixed capital formation:	66,271 -1.5	66,875 0.9	67,955 1.6	67,686 -0.4	67,319 -0.5	68,340 1.5	70,772 3.6	73,425 3.7
10. Residential structures	23,126 -0.5	24,072 4.1	24,723 2.7	24,923 0.8	23,935 -4.0	24,471 2.2	25,063 2.4	26,587 6.1
11. Non-residential structures	9,823 -2.2	9,991 1.7	10,138 1.5	10,320 1.8	10,438 1.1	10,231 -2.0	10,040 -1.9	9,731 -3.1
12. Machinery and equipment	33,073 -2.3	32,436 -1.9	32,590 0.5	31,813 -2.4	32,446 2.0	33,255 2.5	35,392 6.4	36,936 4.4
13. Exports of goods and services	305,911 1.8	305,409 -0.2	311,821 2.1	307,384 -1.4	305,707 -0.5	302,831 -0.9	299,610 -1.1	312,444 4.3
14. DEDUCT: Imports of goods and services	243,027 -0.6	252,945 4.1	256,306 1.3	257,418 0.4	254,409 -1.2	260,682 2.5	256,170 -1.7	271,947 6.2
15. Value of physical change in inventories:	-4,822	2,899	2,416	4,363	5,730	6,110	-1,569	3,386
16. Non-farm	-4,597	2,624	2,647	3,630	5,751	6,101	-1,620	3,148
17. Farm	-81	175	-156	658	-25	-21	21	285
18. Government	-143	100	-75	74	3	31	29	-48
19. Statistical discrepancy	-1,199	-443	-25	824	-24	2,111	263	-2,073
20. Gross Domestic Product at market prices	445,591 1.4 5.7	448,011 0.5 2.2	453,480 1.2 5.0	455,462 0.4 1.8	459,581 0.9 3.7	457,956 -0.4 -1.4	454,177 -0.8 -3.3	458,882 1.0 4.2
21. Final domestic demand	387,748 0.5	392,150 1.1	395,106 0.8	400,068 1.3	401,905 0.5	406,616 1.2	410,910 1.1	415,281 1.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	254,904 1.5	255,812 0.4	259,129 1.3	262,132 1.2	264,108 0.8	265,600 0.6	267,132 0.6	-
2. Durable goods	36,615 3.1	36,666 0.1	37,886 3.3	39,204 3.5	39,419 0.5	39,104 -0.8	39,781 1.7	-
3. Semi-durable goods	23,162 3.2	23,504 1.5	24,238 3.1	24,304 0.3	24,397 0.4	24,673 1.1	24,307 -1.5	-
4. Non-durable goods	54,476 0.8	54,141 -0.6	54,244 0.2	54,427 0.3	54,496 0.1	54,741 0.5	54,967 0.4	-
5. Services	140,757 1.2	141,660 0.6	142,965 0.9	144,442 1.0	146,065 1.1	147,290 0.8	148,316 0.7	-
6. Government expenditure on goods and services:	91,297 0.4	92,080 0.9	91,201 -1.0	91,266 0.1	92,452 1.3	93,105 0.7	93,550 0.5	-
7. Current expenditure	78,149 0.8	79,224 1.4	78,432 -1.0	78,407 -0.0	79,470 1.4	80,120 0.8	80,521 0.5	-
8. Capital expenditure	13,148 -1.8	12,856 -2.2	12,769 -0.7	12,859 0.7	12,977 0.9	12,969 -0.1	13,010 0.3	-
9. Business gross fixed capital formation:	72,001 -1.9	71,775 -0.3	73,477 2.4	73,759 0.4	73,906 0.2	73,412 -0.7	74,817 1.9	-
10. Residential structures	25,360 -4.6	25,726 1.4	26,878 4.5	26,160 -2.7	26,181 0.1	26,127 -0.2	26,508 1.5	-
11. Non-residential structures	9,564 -1.7	9,425 -1.5	9,315 -1.2	9,267 -0.5	9,345 0.8	9,113 -2.5	9,015 -1.1	-
12. Machinery and equipment	36,982 0.1	36,601 -1.0	37,330 2.0	38,451 3.0	38,487 0.1	38,301 -0.5	39,632 3.5	-
13. Exports of goods and services	313,566 0.4	324,128 3.4	324,319 0.1	326,739 0.7	329,197 0.8	327,641 -0.5	332,963 1.6	-
14. DEDUCT: Imports of goods and services	270,388 -0.6	275,012 1.7	283,246 3.0	288,454 1.8	286,393 -0.7	282,770 -1.3	288,676 2.1	-
15. Value of physical change in inventories:	-1,518	-3,194	7,799	10,664	6,260	4,583	4,494	-
16. Non-farm	-1,937	-3,480	7,550	10,388	6,063	4,372	4,356	-
17. Farm	439	165	221	387	188	175	144	-
18. Government	-20	121	29	-110	9	36	-7	-
19. Statistical discrepancy	-743	479	801	904	-164	582	1,177	-
20. Gross Domestic Product at market prices	460,481 0.3 1.4	467,512 1.5 6.2	474,467 1.5 6.1	477,644 0.7 2.7	480,161 0.5 2.1	482,912 0.6 2.3	486,288 0.7 2.8	-
21. Final domestic demand	418,064 0.7	419,565 0.4	423,740 1.0	427,128 0.8	430,467 0.8	432,158 0.4	435,497 0.8	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1.	Wages, salaries and supplementary labour income (national basis)	243,040 1.4	246,130 1.3	250,070 1.6	253,496 1.4	255,820 0.9	256,767 0.4	258,613 0.7	262,216 1.4
2.	Net income of unincorporated business *	31,127 2.5	31,806 2.2	32,343 1.7	32,816 1.5	32,829 0.0	32,644 -0.6	32,567 -0.2	32,764 0.6
3.	Interest, dividends and miscellaneous investment income	44,499 -2.0	44,411 -0.2	44,146 -0.6	43,788 -0.8	43,953 0.4	43,459 -1.1	44,127 1.5	43,373 -1.7
4.	Current transfers from government, corporations and non-residents	45,884 1.0	45,718 -0.4	45,997 0.6	47,125 2.5	47,338 0.5	47,498 0.3	47,489 -0.0	47,387 -0.2
5.	Equals: Personal income	364,550 1.0	368,065 1.0	372,556 1.2	377,225 1.3	379,940 0.7	380,368 0.1	382,796 0.6	385,740 0.8
6.	Deduct: Personal direct taxes	61,311 -3.5	59,587 -2.8	59,573 -0.0	60,277 1.2	59,609 -1.1	57,591 -3.4	60,108 4.4	60,884 1.3
7.	Other current transfers to government	25,085 1.8	25,562 1.9	25,965 1.6	26,312 1.3	26,431 0.5	26,780 1.3	27,028 0.9	27,541 1.9
8.	Equals: Personal disposable income	278,154 2.0	282,916 1.7	287,018 1.4	290,636 1.3	293,900 1.1	295,997 0.7	295,660 -0.1	297,315 0.6
9.	Deduct: Personal expenditure on consumer goods and services	257,967 1.8	262,665 1.8	266,833 1.6	271,888 1.9	274,974 1.1	275,626 0.2	279,653 1.5	279,151 -0.2
10.	Current transfers to corporations	4,509 -4.1	4,367 -3.1	4,583 4.9	4,769 4.1	4,983 4.5	5,059 1.5	5,291 4.6	5,355 1.2
11.	Current transfers to non-residents	923 8.6	951 3.0	963 1.3	971 0.8	997 2.7	1,008 1.1	1,025 1.7	1,034 0.9
12.	Equals: Personal saving	14,755 7.4	14,933 1.2	14,639 -2.0	13,008 -11.1	12,946 -0.5	14,304 10.5	9,691 -32.2	11,775 21.5
13.	Personal saving rate (percent)	5.3	5.3	5.1	4.5	4.4	4.8	3.3	4.0
14.	Real personal disposable income ** (millions of chained (1997) dollars)	257,322 1.5	259,567 0.9	260,598 0.4	263,416 1.1	264,468 0.4	268,033 1.3	266,207 -0.7	267,436 0.5
15.	Population (thousands)	11,987 0.2	12,037 0.4	12,102 0.5	12,155 0.4	12,169 0.1	12,209 0.3	12,260 0.4	12,305 0.4
16.	Personal disposable income per capita (dollars)	23,205 1.8	23,504 1.3	23,716 0.9	23,911 0.8	24,151 1.0	24,245 0.4	24,117 -0.5	24,161 0.2
17.	Real personal disposable income per capita (chained (1997) dollars)	21,467 1.3	21,564 0.5	21,533 -0.1	21,671 0.6	21,733 0.3	21,955 1.0	21,714 -1.1	21,733 0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (national basis)	264,786 1.0	267,533 1.0	269,684 0.8	272,241 0.9	275,066 1.0	279,255 1.5	283,891 1.7	-
2. Net income of unincorporated business *	33,349 1.8	34,107 2.3	34,555 1.3	34,945 1.1	35,201 0.7	35,633 1.2	36,110 1.3	-
3. Interest, dividends and miscellaneous investment income	43,854 1.1	45,014 2.6	45,036 0.0	45,748 1.6	46,243 1.1	46,635 0.8	47,030 0.8	-
4. Current transfers from government, corporations and non-residents	48,205 1.7	48,665 1.0	49,292 1.3	50,014 1.5	49,892 -0.2	50,897 2.0	51,558 1.3	-
5. Equals: Personal income	390,194 1.2	395,319 1.3	398,567 0.8	402,948 1.1	406,402 0.9	412,420 1.5	418,589 1.5	-
6. Deduct: Personal direct taxes	62,048 1.9	61,952 -0.2	64,595 4.3	66,129 2.4	67,811 2.5	70,071 3.3	70,978 1.3	-
7. Other current transfers to government	27,639 0.4	27,407 -0.8	27,635 0.8	27,827 0.7	28,132 1.1	28,260 0.5	28,356 0.3	-
8. Equals: Personal disposable income	300,507 1.1	305,960 1.8	306,337 0.1	308,992 0.9	310,459 0.5	314,089 1.2	319,255 1.6	-
9. Deduct: Personal expenditure on consumer goods and services	284,713 2.0	287,790 1.1	291,701 1.4	296,735 1.7	300,109 1.1	303,330 1.1	306,452 1.0	-
10. Current transfers to corporations	5,393 0.7	5,488 1.8	5,428 -1.1	5,535 2.0	5,822 5.2	5,938 2.0	5,974 0.6	-
11. Current transfers to non-residents	1,053 1.8	1,082 2.8	1,100 1.7	1,153 4.8	1,184 2.7	1,237 4.5	1,267 2.4	-
12. Equals: Personal saving	9,348 -20.6	11,600 24.1	8,108 -30.1	5,569 -31.3	3,345 -39.9	3,584 7.1	5,562 55.2	-
13. Personal saving rate (percent)	3.1	3.8	2.7	1.8	1.1	1.1	1.7	-
14. Real personal disposable income ** (millions of chained (1997) dollars)	269,043 0.6	271,963 1.1	272,130 0.1	272,959 0.3	273,216 0.1	275,021 0.7	278,293 1.2	-
15. Population (thousands)	12,320 0.1	12,357 0.3	12,407 0.4	12,454 0.4	12,462 0.1	12,494 0.3	12,541 0.4	-
16. Personal disposable income per capita (dollars)	24,391 1.0	24,759 1.5	24,690 -0.3	24,810 0.5	24,912 0.4	25,139 0.9	25,456 1.3	-
17. Real personal disposable income per capita (chained (1997) dollars)	21,837 0.5	22,008 0.8	21,933 -0.3	21,917 -0.1	21,923 0.0	22,012 0.4	22,190 0.8	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	<u>2002 I</u>	<u>2002 II</u>	<u>2002 III</u>	<u>2002 IV</u>	<u>2003 I</u>	<u>2003 II</u>	<u>2003 III</u>	<u>2003 IV</u>
1. Exports of goods and services	318,196 2.8	318,170 -0.0	328,198 3.2	325,328 -0.9	321,122 -1.3	302,282 -5.9	299,231 -1.0	309,145 3.3
2. Of which: International	231,338 3.0	230,547 -0.3	238,566 3.5	233,394 -2.2	228,590 -2.1	212,763 -6.9	208,629 -1.9	216,206 3.6
3. Of which: Interprovincial	86,858 2.3	87,624 0.9	89,632 2.3	91,934 2.6	92,532 0.7	89,520 -3.3	90,602 1.2	92,938 2.6
4. Imports of goods and services	264,963 1.0	273,600 3.3	279,585 2.2	280,369 0.3	276,562 -1.4	267,472 -3.3	262,515 -1.9	273,491 4.2
5. Trade balance	53,232	44,570	48,614	44,960	44,560	34,810	36,716	35,654

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	<u>2004 I</u>	<u>2004 II</u>	<u>2004 III</u>	<u>2004 IV</u>	<u>2005 I</u>	<u>2005 II</u>	<u>2005 III</u>	<u>2005 IV</u>
1. Exports of goods and services	313,368 1.4	333,041 6.3	328,913 -1.2	321,746 -2.2	326,557 1.5	329,568 0.9	335,671 1.9	- -
2. Of which: International	220,460 2.0	237,201 7.6	230,664 -2.8	223,616 -3.1	225,624 0.9	227,525 0.8	232,559 2.2	- -
3. Of which: Interprovincial	92,908 -0.0	95,840 3.2	98,250 2.5	98,130 -0.1	100,933 2.9	102,043 1.1	103,112 1.0	- -
4. Imports of goods and services	275,865 0.9	289,084 4.8	289,968 0.3	284,178 -2.0	286,925 1.0	288,814 0.7	290,443 0.6	- -
5. Trade balance	37,502	43,957	38,945	37,567	39,632	40,755	45,228	-

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6
Using seasonally adjusted data, chained (1997) dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	108.1 0.5	109.0 0.8	110.1 1.0	110.3 0.2	111.1 0.7	110.4 -0.6	111.1 0.6	111.2 0.1
2. Durable goods	98.4 -0.3	98.7 0.4	98.9 0.1	97.8 -1.1	98.1 0.4	98.1 0.0	97.6 -0.5	97.6 -0.0
3. Semi-durable goods	103.4 -1.2	104.9 1.5	105.9 1.0	104.9 -1.0	104.1 -0.7	103.3 -0.8	103.1 -0.1	104.3 1.1
4. Non-durable goods	113.6 0.7	115.1 1.3	118.4 2.9	118.5 0.1	121.7 2.6	119.3 -2.0	122.2 2.5	120.8 -1.2
5. Services	109.3 0.9	109.9 0.6	110.5 0.5	111.3 0.7	111.5 0.2	111.4 -0.1	111.7 0.3	112.0 0.2
6. Government expenditure on goods and services:	108.7 0.7	108.9 0.3	110.6 1.5	111.5 0.9	111.6 0.1	111.5 -0.1	114.0 2.3	114.0 0.0
7. Current expenditure	109.6 0.7	110.0 0.4	111.8 1.6	113.0 1.1	112.7 -0.2	113.0 0.3	116.1 2.8	116.4 0.2
8. Capital expenditure	102.5 0.8	102.0 -0.5	103.0 1.0	102.4 -0.5	105.0 2.5	102.3 -2.6	101.6 -0.7	100.3 -1.3
9. Business gross fixed capital formation:	107.2 2.0	107.8 0.5	107.1 -0.6	107.5 0.4	108.1 0.6	106.8 -1.2	107.2 0.4	106.2 -1.0
10. Residential structures	116.3 3.0	116.6 0.3	116.5 -0.1	117.8 1.1	120.4 2.2	121.4 0.8	124.4 2.5	124.0 -0.4
11. Non-residential structures	114.3 0.9	114.6 0.2	115.2 0.5	115.9 0.6	117.4 1.3	117.5 0.0	118.5 0.9	119.8 1.2
12. Machinery and equipment	99.5 1.8	100.3 0.8	99.1 -1.2	98.8 -0.3	97.6 -1.2	94.0 -3.7	92.7 -1.4	90.2 -2.7
13. Exports of goods and services	104.0 1.0	104.2 0.2	105.3 1.0	105.8 0.6	105.0 -0.8	99.8 -5.0	99.9 0.1	98.9 -0.9
14. DEDUCT: Imports of goods and services	109.0 1.6	108.2 -0.8	109.1 0.8	108.9 -0.2	108.7 -0.2	102.6 -5.6	102.5 -0.1	100.6 -1.9
15. Gross Domestic Product at market prices	103.7 0.8 3.1	106.0 2.2 9.1	106.6 0.6 2.3	108.0 1.3 5.4	108.0 -0.0 -0.0	107.1 -0.9 -3.4	108.0 0.9 3.6	108.1 0.1 0.3
16. Final domestic demand	108.1 0.8	108.8 0.7	109.7 0.9	110.1 0.4	110.7 0.6	110.1 -0.6	111.1 0.9	111.0 -0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	111.7 0.5	112.5 0.7	112.6 0.1	113.2 0.6	113.6 0.4	114.2 0.5	114.7 0.4	-
2. Durable goods	96.9 -0.7	97.1 0.2	96.3 -0.7	96.7 0.4	96.6 -0.1	95.8 -0.8	95.8 -0.0	-
3. Semi-durable goods	104.0 -0.3	103.6 -0.3	102.6 -1.0	102.8 0.2	101.6 -1.2	101.7 0.2	101.8 0.0	-
4. Non-durable goods	122.1 1.1	124.2 1.7	125.6 1.1	127.6 1.6	129.2 1.3	130.7 1.1	133.0 1.8	-
5. Services	112.7 0.6	113.4 0.6	113.5 0.1	113.8 0.3	114.2 0.3	114.9 0.6	114.9 0.1	-
6. Government expenditure on goods and services:	114.2 0.2	114.4 0.1	116.0 1.4	116.4 0.4	117.4 0.9	119.3 1.6	119.7 0.3	-
7. Current expenditure	116.5 0.1	116.0 -0.4	117.6 1.4	118.1 0.4	119.3 1.0	121.2 1.7	121.5 0.2	-
8. Capital expenditure	100.9 0.6	104.3 3.4	105.9 1.5	106.2 0.3	106.4 0.2	107.7 1.2	108.6 0.8	-
9. Business gross fixed capital formation:	107.4 1.1	110.2 2.6	110.0 -0.2	108.7 -1.2	109.5 0.7	110.5 1.0	110.0 -0.5	-
10. Residential structures	127.3 2.7	130.8 2.7	130.7 -0.1	132.0 1.0	132.7 0.5	133.8 0.9	133.6 -0.2	-
11. Non-residential structures	122.0 1.8	124.6 2.1	127.0 1.9	128.5 1.2	130.6 1.6	133.6 2.3	136.2 1.9	-
12. Machinery and equipment	90.2 -0.0	92.1 2.1	90.7 -1.5	87.8 -3.2	88.3 0.6	88.8 0.6	87.3 -1.7	-
13. Exports of goods and services	99.9 1.0	102.7 2.8	101.4 -1.3	98.5 -2.9	99.2 0.7	100.6 1.4	100.8 0.2	-
14. DEDUCT: Imports of goods and services	102.0 1.4	105.1 3.0	102.4 -2.6	98.5 -3.8	100.2 1.7	102.1 1.9	100.6 -1.5	-
15. Gross Domestic Product at market prices	108.9 0.8 3.1	110.0 1.0 4.0	110.3 0.2 0.9	111.0 0.7 2.8	111.4 0.3 1.3	112.0 0.5 2.1	113.4 1.3 5.3	-
16. Final domestic demand	111.5 0.5	112.5 0.9	112.9 0.3	113.1 0.2	113.7 0.6	114.7 0.8	115.0 0.3	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2001	2002	2003	2004
1. Wages, salaries and supplementary labour income (domestic basis)	242,939 3.9	251,226 3.4	261,986 4.3	272,340 4.0
2. Corporation profits before taxes	49,344 -9.2	60,829 23.3	57,962 -4.7	66,141 14.1
3. Interest and miscellaneous investment income	16,996 -6.9	15,982 -6.0	16,145 1.0	17,109 6.0
4. Net income of unincorporated business *	29,525 6.0	32,023 8.5	32,701 2.1	34,239 4.7
5. Inventory valuation adjustment	511	-1,454	2,452	-871
6. Indirect taxes less subsidies	59,017 3.6	61,415 4.1	61,663 0.4	65,235 5.8
7. Capital consumption allowances	54,903 7.2	57,898 5.5	60,509 4.5	63,590 5.1
8. Statistical discrepancy	466	222	-73	-376
9. Gross Domestic Product at market prices	453,701 2.9	478,141 5.4	493,345 3.2	517,407 4.9

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	250,261 4.4	264,838 5.8	277,351 4.7	290,235 4.6
2. Durable goods	33,566 1.5	36,238 8.0	36,227 -0.0	36,368 0.4
3. Semi-durable goods	22,125 3.9	23,018 4.0	23,533 2.2	24,571 4.4
4. Non-durable goods	56,862 6.5	59,838 5.2	64,312 7.5	67,834 5.5
5. Services	137,708 4.4	145,744 5.8	153,279 5.2	161,462 5.3
6. Government expenditure on goods and services:	87,206 5.9	92,915 6.5	100,202 7.8	105,394 5.2
7. Current expenditure	76,721 5.5	81,241 5.9	86,966 7.0	91,928 5.7
8. Capital expenditure	10,485 8.7	11,674 11.3	13,236 13.4	13,466 1.7
9. Business gross fixed capital formation:	70,520 3.5	72,155 2.3	74,890 3.8	79,352 6.0
10. Residential structures	24,663 13.2	28,286 14.7	30,672 8.4	33,895 10.5
11. Non-residential structures	11,188 1.3	11,578 3.5	11,957 3.3	11,787 -1.4
12. Machinery and equipment	34,669 -1.8	32,291 -6.9	32,261 -0.1	33,670 4.4
13. Exports of goods and services	315,422 -1.6	322,473 2.2	307,945 -4.5	324,267 5.3
14. DEDUCT: Imports of goods and services	267,797 -2.4	274,629 2.6	270,010 -1.7	284,774 5.5
15. Value of physical change in inventories:	-1,446	610	2,895	2,560
16. Non-farm	-1,374	420	2,910	2,477
17. Farm	-76	203	-19	77
18. Government	4	-13	4	6
19. Statistical discrepancy	-467	-221	72	372
20. Gross Domestic Product at market prices	453,701 2.9	478,141 5.4	493,345 3.2	517,407 4.9
21. Final domestic demand	407,987 4.6	429,908 5.4	452,443 5.2	474,981 5.0

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 9

Millions of chained (1997) dollars

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	232,929 2.5	242,082 3.9	249,979 3.3	257,994 3.2
2. Durable goods	33,984 2.3	36,815 8.3	37,019 0.6	37,593 1.6
3. Semi-durable goods	21,130 2.9	21,966 4.0	22,693 3.3	23,802 4.9
4. Non-durable goods	50,092 2.0	51,397 2.6	53,166 3.4	54,322 2.2
5. Services	127,826 2.7	132,190 3.4	137,275 3.8	142,456 3.8
6. Government expenditure on goods and services:	81,511 4.8	84,510 3.7	88,840 5.1	91,461 3.0
7. Current expenditure	71,227 4.3	73,116 2.7	75,897 3.8	78,553 3.5
8. Capital expenditure	10,284 8.3	11,394 10.8	12,943 13.6	12,908 -0.3
9. Business gross fixed capital formation:	67,288 1.5	67,197 -0.1	69,964 4.1	72,753 4.0
10. Residential structures	22,091 9.7	24,211 9.6	25,014 3.3	26,031 4.1
11. Non-residential structures	9,882 -1.1	10,068 1.9	10,110 0.4	9,393 -7.1
12. Machinery and equipment	35,237 -2.8	32,478 -7.8	34,507 6.2	37,341 8.2
13. Exports of goods and services	303,183 -3.0	307,631 1.5	305,148 -0.8	322,188 5.6
14. DEDUCT: Imports of goods and services	247,543 -4.6	252,424 2.0	260,802 3.3	279,275 7.1
15. Value of physical change in inventories:	-649	1,214	3,414	3,438
16. Non-farm	-594	1,076	3,345	3,130
17. Farm	-59	149	65	303
18. Government	4	-11	4	5
19. Statistical discrepancy	-446	-211	69	361
20. Gross Domestic Product at market prices	436,762 1.8	450,636 3.2	457,649 1.6	470,026 2.7
21. Final domestic demand	381,707 2.8	393,768 3.2	408,678 3.8	422,124 3.3

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2001	2002	2003	2004
1. Wages, salaries and supplementary labour income (national basis)	239,745 4.0	248,184 3.5	258,354 4.1	268,561 4.0
2. Net income of unincorporated business *	29,525 6.0	32,023 8.5	32,701 2.1	34,239 4.7
3. Interest, dividends and miscellaneous investment income	46,779 -1.4	44,211 -5.5	43,728 -1.1	44,913 2.7
4. Current transfers from government, corporations and non-residents	45,138 8.2	46,181 2.3	47,428 2.7	49,044 3.4
5. Equals: Personal income	361,187 3.9	370,599 2.6	382,211 3.1	396,757 3.8
6. Deduct: Personal direct taxes	62,498 4.4	60,187 -3.7	59,548 -1.1	63,681 6.9
7. Other current transfers to government	24,082 7.3	25,731 6.8	26,945 4.7	27,627 2.5
8. Equals: Personal disposable income	274,607 3.5	284,681 3.7	295,718 3.9	305,449 3.3
9. Deduct: Personal expenditure on consumer goods and services	250,261 4.4	264,838 5.8	277,351 4.7	290,235 4.6
10. Current transfers to corporations	4,983 2.6	4,557 -8.5	5,172 13.5	5,461 5.6
11. Current transfers to non-residents	815 12.4	952 16.8	1,016 6.7	1,097 8.0
12. Equals: Personal saving	18,548 -7.5	14,334 -22.7	12,179 -15.0	8,656 -28.9
13. Personal saving rate (percent)	6.8	5.0	4.1	2.8
14. Real personal disposable income ** (millions of chained (1997) dollars)	255,599 1.6	260,226 1.8	266,536 2.4	271,524 1.9
15. Population (thousands)	11,898 1.8	12,102 1.7	12,260 1.3	12,407 1.2
16. Personal disposable income per capita (dollars)	23,081 1.7	23,523 1.9	24,121 2.5	24,618 2.1
17. Real personal disposable income per capita (chained (1997) dollars)	21,483 -0.2	21,503 0.1	21,741 1.1	21,884 0.7

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE*Millions of dollars***TABLE 11**

	2001	2002	2003	2004
1. Exports of goods and services	315,422 -1.6	322,473 2.2	307,945 -4.5	324,267 5.3
2. Of which: International	229,645 -3.3	233,461 1.7	216,547 -7.2	227,985 5.3
3. Of which: Interprovincial	85,777 3.2	89,012 3.8	91,398 2.7	96,282 5.3
4. Imports of goods and services	267,797 -2.4	274,629 2.6	270,010 -1.7	284,774 5.5
5. Trade balance	47,625	47,844	37,935	39,493

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2001	2002	2003	2004
1. Personal expenditure on consumer goods and services:	107.4 1.9	109.4 1.8	110.9 1.4	112.5 1.4
2. Durable goods	98.8 -0.8	98.4 -0.3	97.9 -0.6	96.7 -1.1
3. Semi-durable goods	104.7 1.0	104.8 0.1	103.7 -1.0	103.2 -0.4
4. Non-durable goods	113.5 4.4	116.4 2.6	121.0 3.9	124.9 3.2
5. Services	107.7 1.7	110.2 2.3	111.7 1.3	113.3 1.5
6. Government expenditure on goods and services:	107.0 1.1	109.9 2.8	112.8 2.6	115.2 2.2
7. Current expenditure	107.7 1.2	111.1 3.2	114.6 3.1	117.0 2.1
8. Capital expenditure	102.0 0.4	102.5 0.5	102.3 -0.1	104.3 2.0
9. Business gross fixed capital formation:	104.8 2.0	107.4 2.5	107.1 -0.3	109.1 1.9
10. Residential structures	111.6 3.2	116.8 4.7	122.6 4.9	130.2 6.2
11. Non-residential structures	113.2 2.2	115.0 1.6	118.3 2.9	125.5 6.1
12. Machinery and equipment	98.4 1.0	99.4 1.1	93.6 -5.8	90.2 -3.7
13. Exports of goods and services	104.0 1.4	104.8 0.8	100.9 -3.7	100.6 -0.3
14. DEDUCT: Imports of goods and services	108.2 2.3	108.8 0.6	103.6 -4.8	102.0 -1.5
15. Gross Domestic Product at market prices	103.9 1.1	106.1 2.1	107.8 1.6	110.1 2.1
16. Final domestic demand	106.9 1.7	109.2 2.1	110.7 1.4	112.5 1.6

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Goods Producing Industries	124,528 3.4	126,073 1.2	127,137 0.8	127,125 -0.0	128,246 0.9	126,125 -1.7	124,686 -1.1	128,230 2.8
2. Primary	7,288 -3.7	7,364 1.0	7,368 0.1	7,441 1.0	7,255 -2.5	7,109 -2.0	7,113 0.0	7,286 2.4
3. Agriculture, Forestry, Fishing & Hunting	4,193 -3.5	4,363 4.1	4,476 2.6	4,572 2.1	4,426 -3.2	4,485 1.3	4,469 -0.3	4,491 0.5
4. Mining	3,088 -4.0	2,994 -3.0	2,887 -3.6	2,865 -0.7	2,823 -1.5	2,615 -7.4	2,631 0.6	2,780 5.6
5. Utilities	9,842 1.6	10,303 4.7	10,222 -0.8	10,464 2.4	10,689 2.2	9,825 -8.1	9,639 -1.9	9,409 -2.4
6. Electric Power	8,002 -0.1	8,210 2.6	8,131 -1.0	8,137 0.1	8,230 1.1	7,681 -6.7	7,625 -0.7	7,504 -1.6
7. Natural Gas, Water and Other	1,902 8.2	2,140 12.5	2,118 -1.0	2,337 10.3	2,479 6.1	2,173 -12.3	2,054 -5.5	1,953 -4.9
8. Construction	21,586 2.3	21,183 -1.9	21,300 0.6	21,377 0.4	21,725 1.6	22,068 1.6	22,312 1.1	23,199 4.0
9. Residential Buildings	8,703 5.6	8,467 -2.7	8,728 3.1	8,454 -3.1	8,559 1.2	8,807 2.9	8,972 1.9	9,569 6.6
10. Non-Residential Buildings and Engineering	12,883 0.2	12,715 -1.3	12,572 -1.1	12,924 2.8	13,166 1.9	13,261 0.7	13,340 0.6	13,631 2.2
11. Manufacturing	85,812 4.6	87,225 1.6	88,247 1.2	87,842 -0.5	88,576 0.8	87,122 -1.6	85,621 -1.7	88,336 3.2
12. Food, Beverage, & Tobacco Products	9,824 0.5	9,703 -1.2	9,610 -1.0	9,472 -1.4	9,637 1.7	9,597 -0.4	9,638 0.4	9,829 2.0
13. Textile, Clothing, & Leather Products	1,968 7.3	1,893 -3.8	1,827 -3.5	1,771 -3.0	1,737 -1.9	1,696 -2.4	1,677 -1.1	1,795 7.1
14. Wood Products and Furniture	4,944 4.7	4,879 -1.3	5,042 3.3	5,012 -0.6	5,167 3.1	5,133 -0.7	4,960 -3.4	5,041 1.6
15. Paper Products and Printing	6,539 1.1	6,631 1.4	6,528 -1.6	6,437 -1.4	6,602 2.6	6,547 -0.8	6,565 0.3	6,757 2.9
16. Chemical and Petroleum Products	8,542 3.0	8,621 0.9	8,645 0.3	8,647 0.0	8,610 -0.4	8,570 -0.5	8,502 -0.8	8,840 4.0
17. Plastic and Rubber Products	5,659 12.3	5,949 5.1	6,121 2.9	6,327 3.4	6,356 0.5	5,958 -6.3	5,774 -3.1	5,949 3.0
18. Primary Metal & Fabricated Metal Products	12,618 5.5	13,053 3.5	13,063 0.1	13,108 0.3	13,359 1.9	13,103 -1.9	12,540 -4.3	13,287 6.0
19. Machinery	5,783 3.5	5,982 3.4	6,057 1.2	6,510 7.5	6,205 -4.7	6,027 -2.9	5,800 -3.8	5,902 1.8

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
20. Electrical and Electronic Products	7,295 16.0	7,822 7.2	7,896 0.9	8,167 3.4	8,221 0.7	7,866 -4.3	7,389 -6.1	7,481 1.2
21. Transportation Equipment	18,329 2.6	18,445 0.6	19,094 3.5	18,068 -5.4	18,237 0.9	18,099 -0.8	18,315 1.2	18,945 3.4
22. Auto Industry (Vehicles & Parts)	16,588 2.9	17,001 2.5	17,741 4.4	17,027 -4.0	17,224 1.2	17,047 -1.0	17,315 1.6	17,867 3.2
23. Other Transportation Equipment	1,741 0.5	1,444 -17.0	1,353 -6.3	1,041 -23.0	1,013 -2.7	1,052 3.8	1,000 -5.0	1,078 7.9
24. Other Manufacturing	3,961 4.7	4,006 1.1	4,235 5.7	4,312 1.8	4,326 0.3	4,297 -0.7	4,128 -3.9	4,064 -1.5
25. Services Producing Industries	284,074 1.1	287,079 1.1	289,178 0.7	290,256 0.4	292,303 0.7	293,326 0.4	293,927 0.2	297,422 1.2
26. Wholesale Trade	26,593 1.9	27,326 2.8	27,295 -0.1	27,930 2.3	28,516 2.1	28,473 -0.1	28,004 -1.6	29,221 4.3
27. Retail Trade	22,167 3.4	22,139 -0.1	22,371 1.0	22,919 2.5	23,139 1.0	23,035 -0.5	23,110 0.3	22,757 -1.5
28. Transportation and Warehousing	16,976 -0.7	16,856 -0.7	16,560 -1.8	16,157 -2.4	16,410 1.6	16,482 0.4	16,727 1.5	17,321 3.6
29. Information & Culture (including Telecommunications)	17,961 0.2	17,828 -0.7	17,705 -0.7	17,520 -1.0	17,862 1.9	18,109 1.4	18,115 0.0	18,240 0.7
30. Finance, Insurance, Real Estate, Rental & Leasing	89,029 0.4	90,081 1.2	89,599 -0.5	88,878 -0.8	89,378 0.6	91,073 1.9	92,215 1.3	93,243 1.1
31. Professional and Administrative Services	30,568 3.2	31,445 2.9	32,445 3.2	33,186 2.3	33,140 -0.1	33,075 -0.2	32,688 -1.2	32,282 -1.2
32. Education	17,060 0.5	17,373 1.8	17,553 1.0	17,648 0.5	17,524 -0.7	17,495 -0.2	17,465 -0.2	17,732 1.5
33. Health Care and Social Services	22,015 1.0	22,213 0.9	22,312 0.4	22,392 0.4	22,766 1.7	22,885 0.5	23,288 1.8	23,568 1.2
34. Arts, Entertainment & Recreation	3,782 -1.4	3,970 5.0	3,812 -4.0	3,771 -1.1	3,886 3.0	3,981 2.4	4,012 0.8	4,162 3.7
35. Accommodation and Food	8,810 1.7	8,856 0.5	8,900 0.5	8,889 -0.1	8,579 -3.5	7,895 -8.0	7,919 0.3	8,066 1.9
36. Other Services	9,574 1.8	9,733 1.7	10,007 2.8	10,057 0.5	10,020 -0.4	9,892 -1.3	9,803 -0.9	9,962 1.6
37. Public Administration	19,698 -0.2	19,409 -1.5	20,753 6.9	21,029 1.3	21,211 0.9	21,068 -0.7	20,726 -1.6	21,020 1.4
38. Total Production	408,695 1.8 7.2	413,239 1.1 4.5	416,389 0.8 3.1	417,452 0.3 1.0	420,609 0.8 3.1	419,500 -0.3 -1.1	418,651 -0.2 -0.8	425,680 1.7 6.9

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Goods Producing Industries	127,393 -0.7	129,273 1.5	132,690 2.6	132,916 0.2	133,218 0.2	132,954 -0.2	134,364 1.1	-
2. Primary	7,330 0.6	7,444 1.6	7,489 0.6	7,564 1.0	7,686 1.6	7,936 3.2	8,045 1.4	-
3. Agriculture, Forestry, Fishing & Hunting	4,515 0.5	4,518 0.1	4,506 -0.3	4,579 1.6	4,683 2.3	4,853 3.6	4,976 2.5	-
4. Mining	2,803 0.9	2,917 4.1	2,978 2.1	2,983 0.1	3,009 0.9	3,088 2.6	3,102 0.4	-
5. Utilities	9,692 3.0	9,615 -0.8	10,111 5.2	10,707 5.9	10,591 -1.1	10,749 1.5	10,789 0.4	-
6. Electric Power	7,703 2.6	7,608 -1.2	8,038 5.6	8,599 7.0	8,317 -3.3	8,437 1.4	8,494 0.7	-
7. Natural Gas, Water and Other	2,057 5.3	2,090 1.6	2,175 4.1	2,229 2.5	2,274 2.0	2,312 1.7	2,295 -0.7	-
8. Construction	22,483 -3.1	22,130 -1.6	22,388 1.2	22,322 -0.3	22,167 -0.7	22,364 0.9	22,533 0.8	-
9. Residential Buildings	9,186 -4.0	9,191 0.1	9,572 4.1	9,392 -1.9	9,210 -1.9	9,301 1.0	9,248 -0.6	-
10. Non-Residential Buildings and Engineering	13,298 -2.4	12,939 -2.7	12,816 -0.9	12,930 0.9	12,944 0.1	13,051 0.8	13,266 1.6	-
11. Manufacturing	87,887 -0.5	90,084 2.5	92,702 2.9	92,324 -0.4	92,915 0.6	91,993 -1.0	92,973 1.1	-
12. Food, Beverage, & Tobacco Products	9,942 1.1	10,117 1.8	10,375 2.6	10,303 -0.7	10,394 0.9	10,515 1.2	10,762 2.3	-
13. Textile, Clothing, & Leather Products	1,695 -5.6	1,660 -2.1	1,594 -4.0	1,516 -4.9	1,517 0.0	1,430 -5.7	1,424 -0.4	-
14. Wood Products and Furniture	5,000 -0.8	5,069 1.4	5,174 2.1	5,400 4.4	5,486 1.6	5,512 0.5	5,567 1.0	-
15. Paper Products and Printing	6,497 -3.8	6,496 -0.0	6,596 1.5	6,420 -2.7	6,391 -0.4	6,328 -1.0	6,366 0.6	-
16. Chemical and Petroleum Products	8,967 1.4	9,042 0.8	9,460 4.6	9,438 -0.2	9,175 -2.8	9,055 -1.3	9,009 -0.5	-
17. Plastic and Rubber Products	5,979 0.5	6,088 1.8	6,181 1.5	6,237 0.9	6,245 0.1	6,154 -1.5	6,194 0.6	-
18. Primary Metal & Fabricated Metal Products	12,704 -4.4	13,346 5.1	13,954 4.6	13,881 -0.5	14,006 0.9	13,994 -0.1	13,695 -2.1	-
19. Machinery	5,844 -1.0	5,996 2.6	6,223 3.8	6,177 -0.7	6,490 5.1	6,418 -1.1	6,281 -2.1	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
20. Electrical and Electronic Products	7,602 1.6	7,992 5.1	8,431 5.5	8,429 -0.0	8,950 6.2	9,070 1.3	9,100 0.3	-
21. Transportation Equipment	19,210 1.4	19,596 2.0	20,040 2.3	19,853 -0.9	19,575 -1.4	19,045 -2.7	19,820 4.1	-
22. Auto Industry (Vehicles & Parts)	18,058 1.1	18,337 1.5	18,689 1.9	18,318 -2.0	18,115 -1.1	17,674 -2.4	18,362 3.9	-
23. Other Transportation Equipment	1,152 6.8	1,259 9.3	1,350 7.3	1,535 13.7	1,475 -3.9	1,470 -0.4	1,503 2.2	-
24. Other Manufacturing	4,041 -0.6	4,304 6.5	4,319 0.3	4,352 0.8	4,425 1.7	4,272 -3.4	4,498 5.3	-
25. Services Producing Industries	299,534 0.7	302,513 1.0	303,140 0.2	304,488 0.4	306,690 0.7	309,436 0.9	312,335 0.9	-
26. Wholesale Trade	28,963 -0.9	30,143 4.1	30,336 0.6	30,699 1.2	30,832 0.4	31,689 2.8	31,935 0.8	-
27. Retail Trade	23,236 2.1	23,394 0.7	23,952 2.4	24,352 1.7	24,666 1.3	24,775 0.4	24,722 -0.2	-
28. Transportation and Warehousing	17,264 -0.3	17,356 0.5	17,405 0.3	17,406 0.0	17,610 1.2	17,741 0.7	18,148 2.3	-
29. Information & Culture (including Telecommunications)	18,173 -0.4	18,337 0.9	18,142 -1.1	18,006 -0.7	18,084 0.4	18,235 0.8	18,659 2.3	-
30. Finance, Insurance, Real Estate, Rental & Leasing	93,992 0.8	94,826 0.9	94,856 0.0	95,169 0.3	96,456 1.4	97,046 0.6	98,472 1.5	-
31. Professional and Administrative Services	32,777 1.5	33,387 1.9	33,470 0.2	33,616 0.4	33,529 -0.3	33,976 1.3	34,084 0.3	-
32. Education	17,970 1.3	18,149 1.0	17,552 -3.3	17,739 1.1	18,167 2.4	18,459 1.6	18,427 -0.2	-
33. Health Care and Social Services	23,633 0.3	23,548 -0.4	23,859 1.3	23,821 -0.2	23,723 -0.4	23,949 1.0	24,274 1.4	-
34. Arts, Entertainment & Recreation	4,081 -2.0	4,050 -0.7	4,000 -1.2	3,941 -1.5	3,947 0.1	3,960 0.3	3,995 0.9	-
35. Accommodation and Food	8,137 0.9	8,234 1.2	8,266 0.4	8,423 1.9	8,493 0.8	8,492 -0.0	8,452 -0.5	-
36. Other Services	10,057 1.0	10,055 -0.0	9,995 -0.6	10,089 0.9	10,127 0.4	10,124 -0.0	10,123 -0.0	-
37. Public Administration	21,420 1.9	21,220 -0.9	21,506 1.3	21,440 -0.3	21,524 0.4	21,637 0.5	21,667 0.1	-
38. Total Production	426,916 0.3	431,724 1.1	435,718 0.9	437,255 0.4	440,052 0.6	442,738 0.6	446,851 0.9	-
	* 1.2	4.6	3.8	1.4	2.6	2.5	3.8	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2001	2002	2003	2004
1. Goods Producing Industries	122,642 -2.8	126,216 2.9	126,822 0.5	130,568 3.0
2. Primary	7,594 -1.7	7,365 -3.0	7,191 -2.4	7,457 3.7
3. Agriculture, Forestry, Fishing & Hunting	4,418 -5.4	4,401 -0.4	4,468 1.5	4,530 1.4
4. Mining	3,171 2.6	2,959 -6.7	2,712 -8.3	2,920 7.7
5. Utilities	9,642 -2.4	10,208 5.9	9,891 -3.1	10,031 1.4
6. Electric Power	7,791 0.5	8,120 4.2	7,760 -4.4	7,987 2.9
7. Natural Gas, Water and Other	1,901 -10.2	2,124 11.8	2,165 1.9	2,138 -1.3
8. Construction	20,090 8.3	21,362 6.3	22,326 4.5	22,331 0.0
9. Residential Buildings	7,838 9.2	8,588 9.6	8,977 4.5	9,335 4.0
10. Non-Residential Buildings and Engineering	12,252 7.7	12,774 4.3	13,350 4.5	12,996 -2.7
11. Manufacturing	85,316 -5.1	87,281 2.3	87,414 0.2	90,749 3.8
12. Food, Beverage, & Tobacco Products	9,751 3.9	9,652 -1.0	9,675 0.2	10,184 5.3
13. Textile, Clothing, & Leather Products	2,026 -8.6	1,865 -8.0	1,726 -7.4	1,616 -6.4
14. Wood Products and Furniture	4,815 1.6	4,969 3.2	5,075 2.1	5,161 1.7
15. Paper Products and Printing	6,527 3.7	6,534 0.1	6,617 1.3	6,502 -1.7
16. Chemical and Petroleum Products	8,085 7.9	8,614 6.5	8,631 0.2	9,227 6.9
17. Plastic and Rubber Products	5,533 -5.3	6,014 8.7	6,009 -0.1	6,121 1.9
18. Primary Metal & Fabricated Metal Products	12,219 -3.5	12,961 6.1	13,072 0.9	13,471 3.1
19. Machinery	6,012 -8.0	6,083 1.2	5,984 -1.6	6,060 1.3

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2001	2002	2003	2004
20. Electrical and Electronic Products	8,065 -26.5	7,795 -3.3	7,739 -0.7	8,114 4.8
21. Transportation Equipment	18,079 -9.8	18,484 2.2	18,399 -0.5	19,675 6.9
22. Auto Industry (Vehicles & Parts)	16,369 -9.5	17,089 4.4	17,363 1.6	18,351 5.7
23. Other Transportation Equipment	1,710 -12.7	1,395 -18.4	1,036 -25.8	1,324 27.8
24. Other Manufacturing	3,927 3.4	4,128 5.1	4,204 1.8	4,254 1.2
25. Services Producing Industries	279,532 3.5	287,647 2.9	294,244 2.3	302,419 2.8
26. Wholesale Trade	26,501 1.0	27,286 3.0	28,554 4.6	30,035 5.2
27. Retail Trade	20,875 4.6	22,399 7.3	23,010 2.7	23,734 3.1
28. Transportation and Warehousing	16,615 3.3	16,637 0.1	16,735 0.6	17,358 3.7
29. Information & Culture (including Telecommunications)	17,289 8.3	17,753 2.7	18,082 1.8	18,165 0.5
30. Finance, Insurance, Real Estate, Rental & Leasing	87,303 5.0	89,397 2.4	91,477 2.3	94,711 3.5
31. Professional and Administrative Services	30,631 1.5	31,911 4.2	32,796 2.8	33,313 1.6
32. Education	17,069 0.4	17,409 2.0	17,554 0.8	17,853 1.7
33. Health Care and Social Services	21,699 1.0	22,233 2.5	23,127 4.0	23,715 2.5
34. Arts, Entertainment & Recreation	3,774 6.0	3,834 1.6	4,010 4.6	4,018 0.2
35. Accommodation and Food	8,775 0.9	8,864 1.0	8,115 -8.4	8,265 1.8
36. Other Services	9,433 5.1	9,843 4.3	9,919 0.8	10,049 1.3
37. Public Administration	19,674 2.7	20,222 2.8	21,006 3.9	21,396 1.9
38. Total Production	402,245 1.4	413,944 2.9	421,110 1.7	432,903 2.8

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics@fin.gov.on.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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TR 17
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(October, November,
December)

Ontario Economic Accounts



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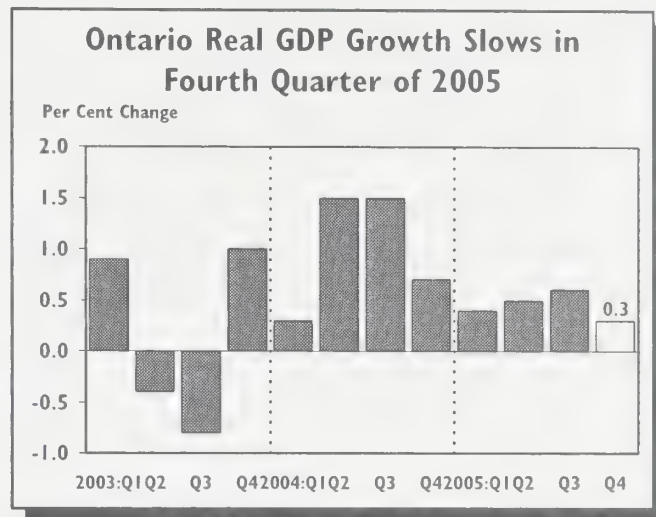
Ontario Ministry of Finance

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FOURTH QUARTER HIGHLIGHTS: OCTOBER-DECEMBER 2005

- Ontario's **real Gross Domestic Product** grew by 0.3% (1.2% annual rate) in the fourth (October to December) quarter of 2005, down from a 0.6% (2.4% annual rate) pace in the third quarter. Ontario's economic growth was below that of Canada, which advanced 0.6%, and the U.S., which grew by 0.4% in the fourth quarter.
- Contributing to overall fourth quarter growth were strong gains in consumer expenditures, business machinery and equipment investment spending and exports. **Final domestic demand** continued to outstrip GDP growth, advancing by 1.0% in the quarter. **Net trade** dampened economic growth as import growth, spurred on by healthy domestic demand and a rising dollar, outpaced export growth in the final quarter of the year.
- A major source of fourth quarter growth was **real consumer spending** which increased 1.1%, the strongest quarterly gain of the year. A rebound in consumer purchases of clothing helped boost semi-durable spending to its strongest increase in almost four years.
- Real business investment** spending remained strong, advancing at a robust pace for the second straight quarter with capital spending increasing 2.3% following a solid 3.5% jump in the third quarter. **Machinery and equipment investment** increased for the sixth consecutive quarter, growing 2.2%. **Non-residential construction** advanced a solid 2.5%, after declining in the previous two quarters.
- Real residential construction** spending fell 2.7% in the final quarter of 2005, following a 0.8% gain in the previous quarter. A 4.5% drop in new home building and a 4.3% decline in transfer costs, more than offset strong renovation activity, which rebounded by 1.0%.
- Ontario businesses continued adding to **inventories**, but the pace was slower than in previous quarters of the year. Inventory accumulation slowed to \$2.4 billion (\$1997), down from more than \$3 billion in the second and third quarters.

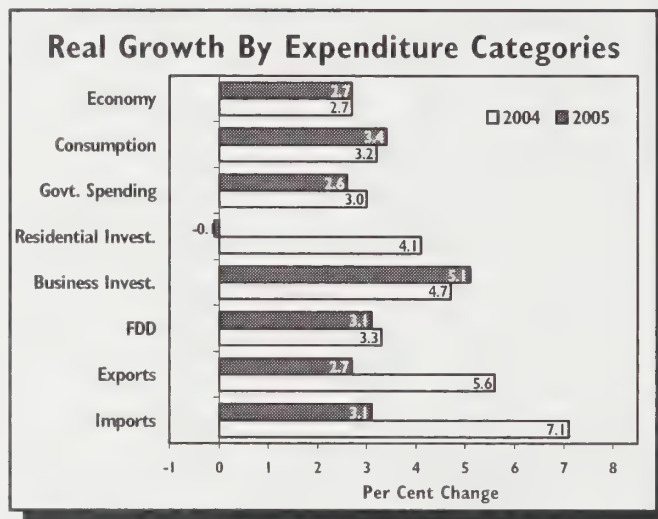


- Ontario's **real exports** continued to strengthen, growing 1.6% in the fourth quarter, following a 1.9% advance in the third quarter. Automotive products were the main source of export growth, increasing strongly over the last two quarters, following four consecutive quarters of decline. Encouraged by the strong dollar and solid domestic demand, **real imports** increased by 2.5%, following a 2.3% advance in the third quarter.

- With imports continuing to grow faster than exports, Ontario's real **net trade surplus**, fell for the second consecutive quarter, narrowing \$1.7 billion (\$1997 dollars) to \$42.0 billion (\$1997 dollars) in the final quarter of 2005. The deterioration in net trade effectively reduced real GDP by 0.4 percentage points.

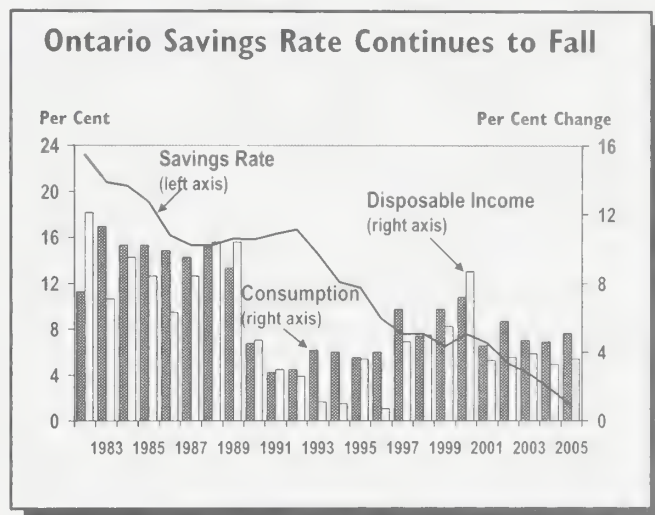
- In **current dollars**, **GDP** grew by 0.8% in the fourth quarter, slower than the pace of the third quarter (+1.8%). Economy-wide prices as measured by the **GDP implicit price index** increased 0.5%, less than half the 1.2% rate in the third quarter.

- **Industrial output** advanced by 0.3% in the fourth quarter of 2005 (1.3% annual rate). Output of the services sector grew 0.6% as the financial and wholesaling sectors provided most of the economy's growth. Goods production was unchanged, with manufacturing output holding steady in the fourth quarter.



2005 REVIEW

- ❑ Ontario's **real GDP** grew by 2.7% in 2005, matching its growth in 2004. Ontario's economic growth was below both that of Canada (+2.9%) and the U.S. (+3.5%) in 2005.
- ❑ **Final domestic demand** - the sum of consumer spending, business investment and government spending - remained strong in 2005, increasing by 3.1%, down slightly from a 3.3% pace in 2004.
- ❑ **Consumer spending** was a major contributor to economic growth in 2005, with real personal expenditures rising 3.4%, the largest annual gain since 2002. Consumer spending was strong in nearly all categories. Brisk demand for big-ticket items such as motor vehicles, televisions and other furniture and appliances boosted durable spending 5.7% in 2005.
- ❑ Ontario's households continued to benefit from rising **personal incomes** which increased 4.7% in 2005, the largest annual increase since 2000. Labour income, the largest component of household income, jumped 4.9% in 2005, the best annual gain in five years.
- ❑ The **personal savings rate** fell to 1.3% in 2005, the lowest rate in over 50 years, as consumer spending in current dollars (+5.1%) outpaced personal disposable income growth (+3.6%).
- ❑ Ontario businesses invested heavily in new **plant and equipment** in 2005, with real capital spending growing 5.1%, the strongest annual gain in six years. **Machinery and equipment** investment continued to lead, rising 6.7% in 2005, the third consecutive year in which growth has exceeded 6%.
- ❑ While investment in **machinery and equipment** has been strong, **non-residential construction** declined for the second consecutive year, falling 1.5% in 2005, after declining a sharp 7.1% in 2004.



- ❑ Ontario **corporate profit** growth slowed to 6.2% in 2005, following an increase of 14.1% in 2004.
- ❑ Real investment in **residential structures** was little changed in 2005, edging down 0.1% from 2004's record \$26 billion in housing investment. The 2005 dip brought to an end six consecutive annual increases in investment spending in Ontario's housing market.
- ❑ Businesses raised **real inventories** by \$3.8 billion (\$1997) in 2005, the fourth consecutive annual increase in inventories, and the largest in the past three years. The build-up in 2005 was broad-based with manufacturers, wholesalers and retailers all increasing the size of inventories.
- ❑ Ontario **real exports** grew 2.7% in 2005, following a robust 5.6% gain in 2004. The solid export performance was due largely to strong growth in U.S. demand. Bolstered by healthy personal spending on durables and vigorous business investment in equipment and software, U.S. domestic demand grew 3.9% in 2005. This demand supported Ontario exports of autos and machinery and equipment even as the Canadian dollar appreciated a further 7.4% against the U.S. currency.
- ❑ Ontario's **real imports**, stimulated by the strong dollar and rising domestic demand, grew by 3.1% in 2005, following a 7.1% gain in 2004.
- ❑ In **current dollars**, GDP grew 5.3% in 2005, up from 4.9% in 2004. Economy-wide prices as measured by the GDP price deflator rose 2.5% in 2005, up from a 2.1% increase in 2004.
- ❑ On an annual basis, **industrial output** increased by 2.7% in 2005, just below a 2.8% increase in 2004. Gains were broad-based, with finance (+3.4%), wholesaling (+5.4%), manufacturing (+1.6%) and retailing (+4.3%) leading growth.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS*(% change from previous period)*

	2004	2005	2005:1	2005:2	2005:3	2005:4
Real GDP (Chained \$ 1997)	2.7	2.7	0.4	0.5	0.6	0.3
<i>(annualized rate)</i>			<i>1.4</i>	<i>1.9</i>	<i>2.4</i>	<i>1.2</i>
Personal spending	3.2	3.4	0.8	0.6	0.5	1.1
Government spending	3.0	2.6	1.7	0.7	0.4	1.3
Residential construction	4.1	-0.1	0.0	-0.3	0.8	-2.7
Non-residential construction	-7.1	-1.5	1.5	-2.4	-0.9	2.5
Machinery & equipment	8.2	6.7	0.7	0.1	4.6	2.2
Final Domestic Demand	3.3	3.1	0.9	0.5	0.7	1.0
Exports	5.6	2.7	0.3	-0.5	1.9	1.6
Imports	7.1	3.1	-0.9	-1.4	2.3	2.5
Business inventories (Chained \$1997 billions)	3.1	3.8	5.6	3.3	3.8	2.4
Nominal GDP (\$ Current)	4.9	5.3	0.7	1.1	1.8	0.8
Corporation profits	14.1	6.2	-1.0	0.9	0.7	0.6
Personal income	3.8	4.7	0.9	1.5	1.5	1.3
Disposable income	3.3	3.6	0.4	1.2	1.6	1.2
Implicit price index, GDP	2.1	2.5	0.3	0.6	1.2	0.5

DEMAND AND INCOMES

CONSUMER SPENDING ACCELERATES IN FOURTH QUARTER

Real consumer spending continued to grow at a strong pace in the fourth quarter of 2005, increasing 1.1%, the strongest quarterly gain of the year.

Expenditures on durables advanced 1.1% in the fourth quarter, slowing from a 1.9% third quarter pace. A jump in expenditures on motor vehicle parts along with increased recreational equipment spending (including televisions and home theatre systems), more than offset weaker fourth quarter auto sales.

A rebound in clothing purchases helped boost semi-durable spending 3.6% in the fourth quarter, its best growth in almost 4 years.

Non-durable spending increased by 0.9% in the fourth quarter, up from a 0.3% decline in the previous quarter. Increased spending on food more than offset lower energy spending in the final quarter of 2005.

Consumer spending on services grew a solid 0.8% in the fourth quarter, matching its third quarter gain.

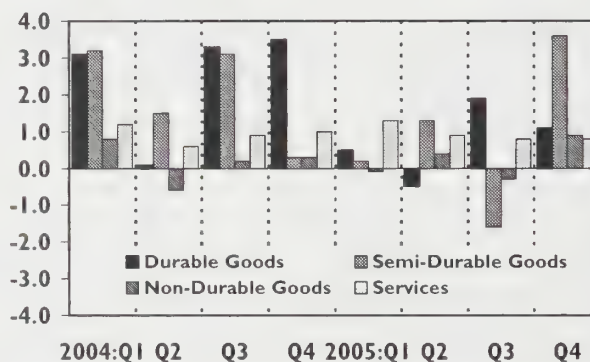
Personal disposable income grew 1.2% in the fourth quarter, following a 1.6% increase in the previous quarter. Labour income, the largest component of household income, grew by 1.4%.

In annual terms, consumer spending was a major source of economic growth in 2005, with real personal expenditures rising 3.4%, the largest annual gain since 2002. Consumer spending was strong in all categories in 2005, with the exception of non-durable spending, which grew a modest 0.4% in real terms. This was more than offset by robust durable spending which jumped 5.7% last year, as households increased purchases of big-ticket items such as motor vehicles, televisions and other furniture and appliances in 2005. Spending on semi-durable goods (+3.4%) and on consumer services (+4.0%) was also solid in 2005.

A 4.7% jump in personal incomes in 2005, the largest increase since 2000, helped support increased household spending. Labour income increased 4.9% in 2005, the best annual gain in five years. The biggest jump in average wages in 13 years, along with a 1.6% increase in employment, contributed to Ontario's improved income performance in 2005.

Real Consumer Spending Growth Steady

Per Cent Change

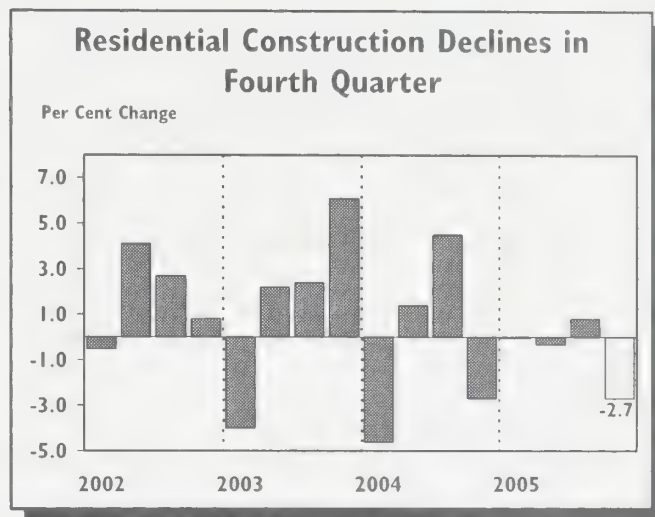


Ontario's personal savings rate fell to 1.3% in 2005 from 2.8% in 2004, the lowest rate in over 50 years, as consumer spending in current dollars (+5.1%) outpaced personal disposable income growth (+3.6%).

RESIDENTIAL CONSTRUCTION SPENDING DECLINES IN FOURTH QUARTER

Real residential construction investment spending fell by 2.7% in the final quarter of 2005, following a 0.8% gain in the previous quarter. The weakness was the result of a 4.5% decline in new housing construction along with a 4.3% drop in home resale transfer costs. Partially offsetting these losses was a 1.0% increase in fourth quarter renovation spending.

The value of new housing construction has declined by almost 14% since hitting a 14-year high of \$12.7 billion (1997 dollars) in the final quarter of 2003. However, over this period, Ontario renovation spending increased by almost 9% or \$850 million to \$10.5 billion (1997 dollars), partly offsetting the decline in spending on new housing.



On an annual basis, real investment in residential construction was little changed in 2005, edging down just 0.1%, from 2004's record \$26 billion in residential investment. This dip brought to an end six consecutive annual increases in residential construction spending.

BUSINESS INVESTMENT SPENDING CONTINUES TO INCREASE

Capital spending by the business sector remained a major source of growth for the economy in the fourth quarter, growing by 2.3% following a 3.5% jump in the third quarter.

Real machinery and equipment investment spending grew 2.2% in the final quarter, following a robust 4.6% gain in the third quarter. Spending was propelled by rising purchases of industrial machinery, telecommunications equipment, computers and other office equipment.

While spending on these capital goods has been an important part of the continued growth in domestic demand, their high import content has increased imports, dampening overall GDP growth.

Business investment was also boosted by **real non-residential construction** which grew a solid 2.5% in the fourth quarter of 2005, after declining in the previous two quarters.

Ontario **pre-tax corporate profits** grew at a modest pace in the fourth quarter of 2005, advancing 0.6%. This followed similar gains of 0.9% and 0.7% in the second and third quarters.

On an annual basis, Ontario businesses invested heavily in new plant and equipment in 2005, with real capital spending growing 5.1%, the strongest annual gain in six years. Investment in machinery and equipment was particularly robust, rising 6.7% in 2005, the third consecutive year in which growth has exceeded six per cent. Investment spending was concentrated in purchases of computers and other office equipment, telecommunications equipment and industrial machinery.

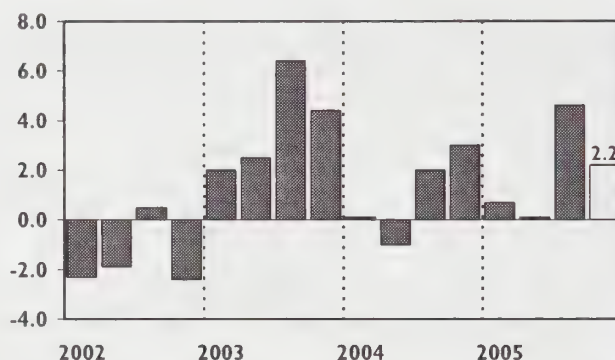
A number of factors have contributed to strong capital spending, including solid corporate profits, high industrial capacity utilization rates and the falling cost of imported equipment, reflecting the appreciation of the Canadian dollar over the past three years.

While business investment in new machinery and equipment has been strong, spending on non-residential construction declined for the second consecutive year, falling 1.5% in 2005, after declining 7.1% in 2004.

Ontario pre-tax corporate profits increased by 6.2% in 2005, after advancing 14.1% in 2004. The profit gains in 2005 were led by wholesalers, retailers and the financial services sector. The continued growth of profits in 2005 pushed the share of GDP accruing to profits to 12.9%, a 25-year high.

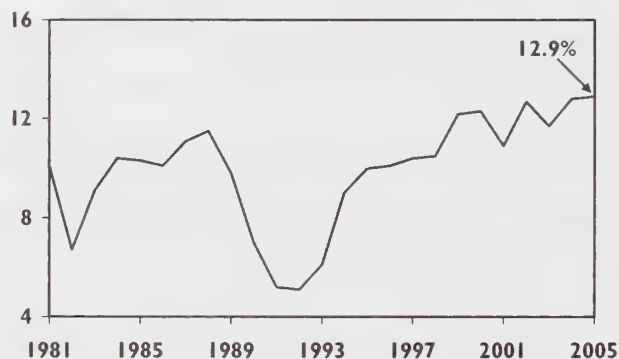
Machinery and Equipment Investment Growth Strong In Second Half of 2005

Per Cent Change



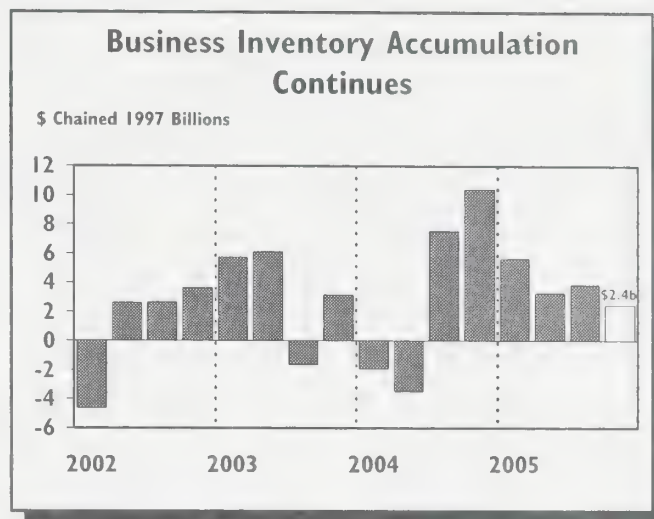
Corporation Profits Share of GDP Hits 25 Year High

Per Cent of GDP



THE PACE OF INVENTORY ACCUMULATION SLOWS

Ontario businesses continued adding to inventories in the final quarter of 2005, but the pace slowed over the year. Inventory stocks increased by an annualized \$2.4 billion (\$1997), down from more than \$3 billion in the second and third quarters and less than half of the \$5.6 billion accumulation in the first quarter of 2005. The slower pace of inventory accumulation restrained economic growth in the final quarter of 2005, shaving the equivalent of 0.3 percentage points from real growth. The fourth quarter increase in inventories was concentrated at the manufacturing and retail trade levels while wholesale stocks fell.

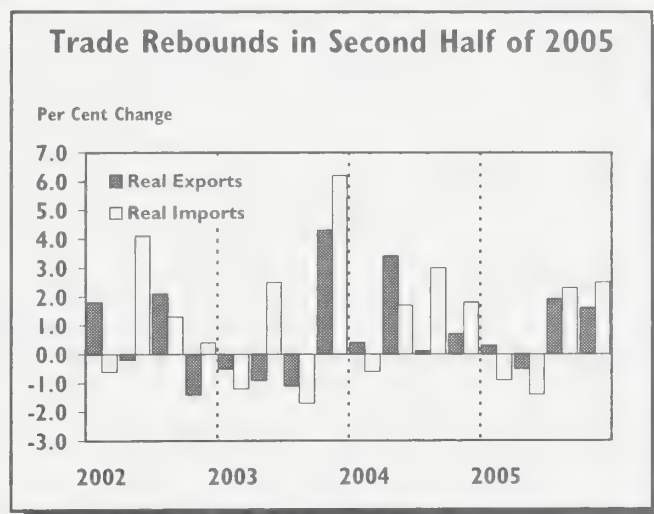


In 2005, businesses raised inventories by \$3.8 billion, the fourth consecutive annual increase in inventories, and the largest in the past three years. The build-up in 2005 was broad-based with manufacturers, wholesalers and retailers all increasing inventories.

EXPORTS AND IMPORTS STRENGTHEN IN SECOND HALF OF 2005

After stalling in the first half of 2005, Ontario's **real exports** rose 1.6% in the fourth quarter, following a 1.9% third quarter advance. These gains occurred even as the Canadian dollar appreciated 6% against its U.S. counterpart over the final two quarters of 2005.

Automotive products were the main source of export growth, increasing strongly over the last two quarters, following four consecutive quarters of decline. Exports of machinery and equipment and non-auto consumer goods also contributed to the fourth quarter gain.



Encouraged by declining prices for imported goods as a result of the strong dollar, households and businesses continued to increase their purchases of foreign goods and services in the fourth quarter of 2005. **Real imports** grew by a solid 2.5% in the fourth quarter, following a 2.3% gain in the previous

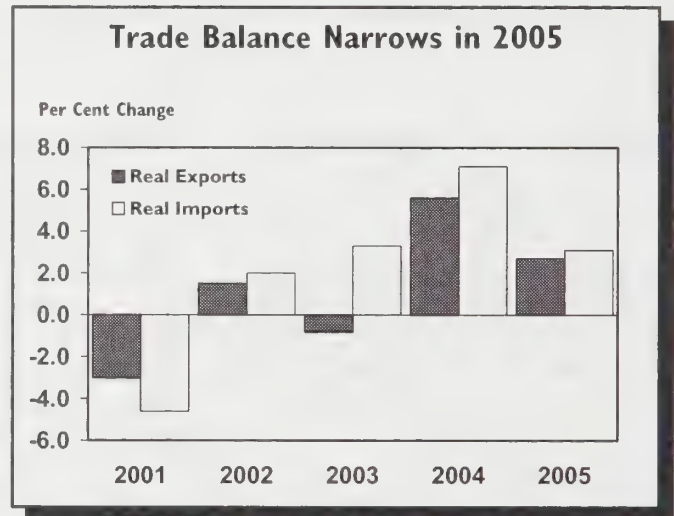
quarter. The fourth quarter growth was broad-based with rising demand for energy, machinery and equipment, automotive products and non-auto consumer goods driving the overall import gains.

With import growth outpacing that of exports, Ontario's real **net trade surplus** narrowed by \$1.7 billion (\$1997 dollars) to \$42.0 billion (\$1997 dollars) in the final quarter of 2005. The deterioration in net trade was the largest source of weakness for fourth quarter economic growth, effectively reducing real GDP by 0.4 percentage points.

On an annual basis, Ontario real exports grew by 2.7% in 2005 despite the competitive challenge of the Canadian dollar's appreciation of almost 38% since early 2002. Export growth was fuelled by strong U.S. domestic demand, which grew 3.9% in 2005, bolstered by healthy consumer durable spending (+4.5%) and by vigorous business investment in equipment and software (+10.9%). A significant share of Ontario's export growth in 2005 came from stronger automotive exports, mainly to the U.S., where auto sales increased to a healthy 17.4 million units in 2005. Machinery and equipment exports, which benefited from strong U.S. demand for Ontario-produced capital goods, also grew.

The strong dollar and growing domestic demand continued to boost Ontario imports which rose 3.1% in 2005, the fourth consecutive year of growth.

Import growth was broad-based, led by significant increases in machinery and equipment, industrial goods and materials and autos. The volume of energy imports was moderately lower, falling for the first time in three years.



GDP INFLATION MODERATES IN FOURTH QUARTER

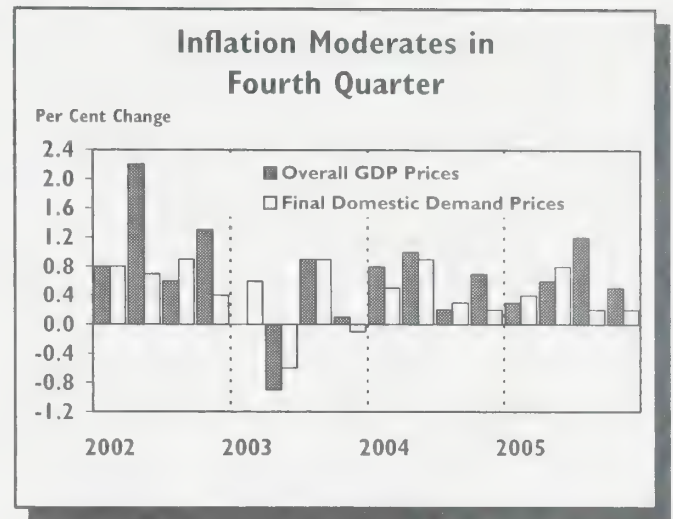
Economy-wide prices as measured by the GDP implicit price index rose 0.5% in the fourth quarter, less than half the 1.2% pace of the third quarter. The easing in prices was helped by the rising Canadian dollar which dampened the rate of inflation for final domestic demand to a modest 0.2% in the fourth quarter, matching the third quarter increase.

Lower import prices, which fell 0.7% in the fourth quarter, following a 1.7% drop in the previous quarter, continued to benefit both consumers and businesses. Consumer prices rose a slight 0.1%, while machinery and equipment prices fell by 1.3% in the fourth quarter.

Export prices increased by a modest 0.2% in the final quarter of 2005, following a 0.1% decline in the third quarter.

For 2005 as a whole, prices as measured by the GDP implicit price index rose 2.5%. Inflation was strongest in Ontario's construction sector with residential construction prices rising 3.2% and non-residential construction prices up 5.1% in 2005. Consumer prices rose 1.6%, slightly higher than the 1.4% rate in 2004. The Canadian dollar appreciated 7.4% against the U.S. dollar in 2005. This helped moderate annual inflation, especially in the case of machinery and equipment prices, which fell 3.0% in 2005.

Both import prices (-1.3%) and export prices (-0.2%) fell in 2005, a result of the Canadian dollar's appreciation.



ONTARIO PRODUCTION BY INDUSTRY

INDUSTRIAL PRODUCTION IN OCTOBER-DECEMBER QUARTER OF 2005

Industrial output advanced by 0.3% in the fourth quarter of 2005 (1.3% annualized), slowing from its 0.8% pace in the third quarter. Output of the services sector grew 0.6% while goods production remained unchanged. The financial (+0.5%) and wholesaling (+1.3%) sectors contributed over 60% of the economy's fourth quarter growth. Activity in the public administration (+1.4%) and construction (+1.1%) sectors also grew. Manufacturing growth paused in the fourth quarter, while output of the primary sector declined -2.4%.

On an annual basis, industrial output grew 2.7% in 2005, nearly the same pace as in 2004 (+2.8%). Gains were broad-based, with finance (+3.4%), wholesaling (+5.4%), manufacturing (+1.6%) and retailing (+4.3%) leading growth.

ONTARIO OUTPUT BY SECTOR

(% change from previous period, chained \$1997)

	2004	2005	2005:1	2005:2	2005:3	2005:4
Goods Sector	3.0	1.8	0.2	-0.7	0.8	0.0
Primary Industries	3.7	3.6	1.0	2.2	0.2	-2.4
Utilities	1.4	3.5	-0.7	-3.6	1.2	-0.8
Construction	0.0	1.6	-0.3	1.4	1.3	1.1
Manufacturing	3.8	1.6	0.5	-1.1	0.5	0.0
Of which: Auto Industry	5.7	0.7	-0.6	-1.7	4.3	2.3
Service Sector	2.8	3.0	0.9	1.1	0.9	0.6
Wholesale Trade	5.2	5.4	0.8	2.4	0.4	1.3
Retail Trade	3.1	4.3	1.1	0.6	0.0	0.4
Transportation and Warehousing	3.7	4.4	1.6	1.5	2.5	0.5
Information and Cultural Industries	0.5	2.0	0.8	1.3	2.3	-0.2
Finance, Insurance, Real Estate	3.5	3.4	1.4	0.9	1.4	0.5
Public Administration	1.9	0.9	0.0	0.4	0.0	1.4
Ontario Output at Basic Prices	2.8	2.7	0.7	0.6	0.8	0.3
(annualized rate)			2.7	2.4	3.4	1.3

Note: Ontario output by sector is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT HOLDS STEADY IN FOURTH QUARTER

Manufacturing output held steady in the fourth quarter. The sector's production has fluctuated around the same level since the middle of 2004 as manufacturers have confronted the challenges of a strong Canada-U.S. exchange rate, rising energy prices and low-cost international competition.

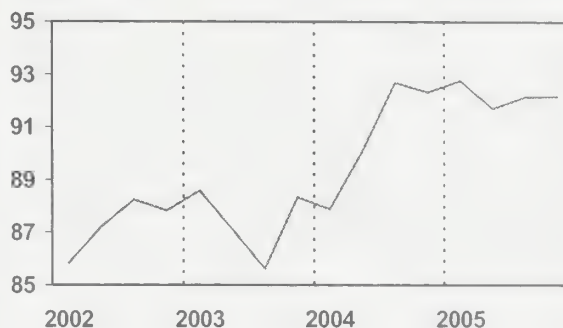
Fourth quarter output gains in the transportation equipment (+2.7%), machinery (+5.4%) and plastic and rubber (+3.6%) industries were offset by declines in chemical and petroleum products (-5.5%), food, beverage and tobacco (-2.1%) and electrical and electronic products (-2.3%).

Auto industry output rose 2.3% following a 4.3% increase in the third quarter. Auto assembly output grew 5.1% while auto parts production edged up 0.1%.

For 2005 as a whole, manufacturing production grew 1.6%. Manufacturing growth was broad-based in 2005 as eight of eleven industries, representing more than 80% of the sector's production, increased output. Growth in electrical and electronic products (+6.8%), wood products (+6.9%) and machinery (+7.1%) was especially strong. The growth in auto industry output was more modest (+0.7%).

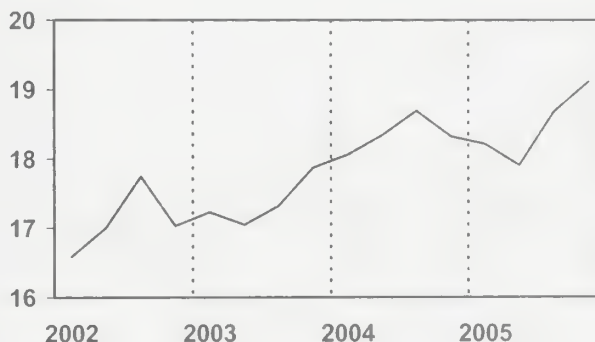
Manufacturing Pauses in Fourth Quarter

\$ 1997 Billions



Auto Industry Output Grows

\$ 1997 Billions

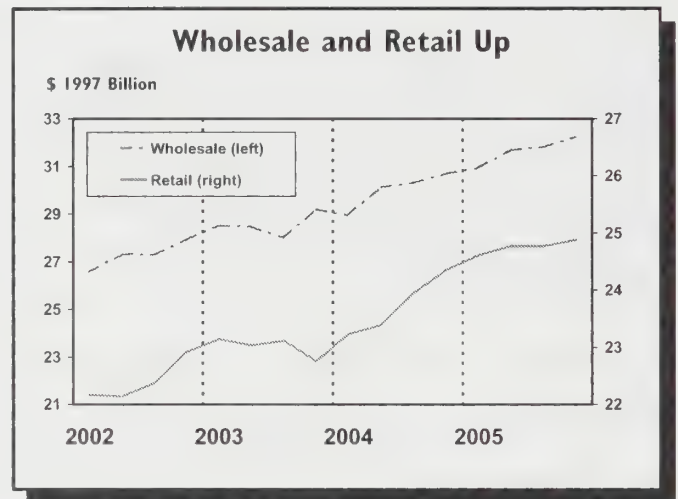


WHOLESALE AND RETAIL TRADE BOTH UP

Wholesaling activity advanced 1.3% in the fourth quarter, following 0.4% growth in the third quarter. The most significant increase in activity came from motor vehicle wholesalers.

Retail sector output also increased in the fourth quarter, up 0.4%. Gasoline stations and computer stores led real sales growth due to lower prices. New car sales declined.

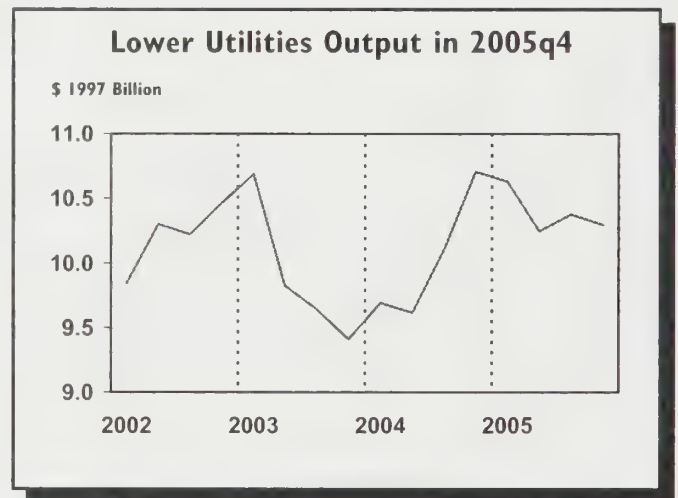
In annual terms, wholesale trade grew 5.4% in 2005. This growth, which reflected increased international merchandise imports, marked the sector's strongest performance since 2000. Retail sector output rose 4.3% in 2005.



RESOURCES AND UTILITIES

Utilities output fell 0.8% in the fourth quarter following a 1.2% advance in the third quarter. Production in the primary sector fell 2.4% after growing for nine consecutive quarters. Mining output dropped 7.6% as the volume of copper extraction fell sharply.

Annually, primary output increased 3.6% in 2005 as a decline in mining (-3.1%) offset an 8.4% jump in production by the agriculture, forestry, fishing and hunting sector. Utilities output advanced by 3.5% in 2005.



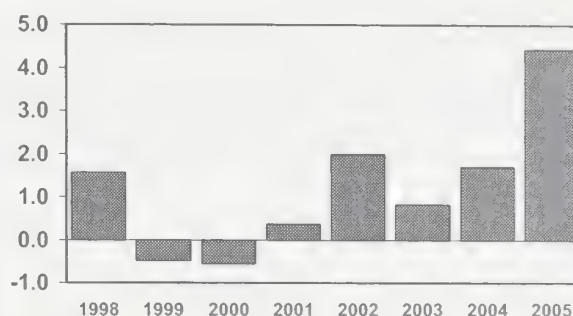
EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

Production in the health care and social services sector advanced 0.4% in the fourth quarter following a solid third quarter increase (+1.5%). Activity in public administration jumped 1.4% as more than 4,000 jobs were created in the sector. Education services output edged up 0.1%.

For 2005 as a whole, activity in education services jumped 4.4%, the strongest growth rate since 1984 for this sector. Output by the health care and social services and the public administration sectors grew 1.7% and 0.9% respectively in 2005.

Education Output Jumps in 2005

Per Cent Change

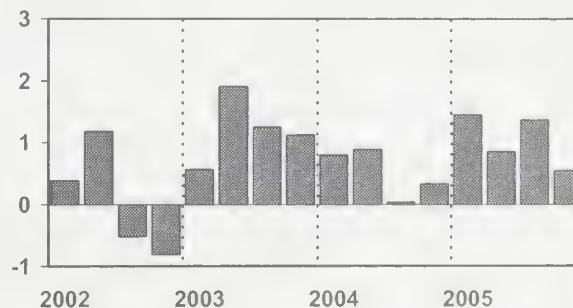


FINANCE, INSURANCE AND REAL ESTATE

Real output of the finance, insurance and real estate sector grew 0.5% in the fourth quarter and was the primary contributor to growth in the economy. Slower growth in stock exchange activity and reduced home resales made the fourth quarter advance the most modest this year for this sector.

Finance, Insurance & Real Estate Gains

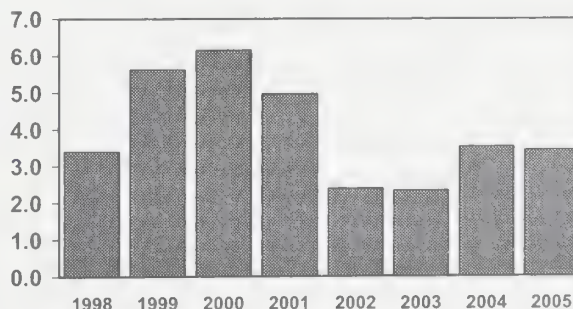
Per Cent Change



In annual terms, the finance sector's output grew 3.4% in 2005, led by higher banking activity. In 2004 the industry grew at a slightly faster pace (+3.5%).

Finance Maintains Growth in 2005

Per Cent Change

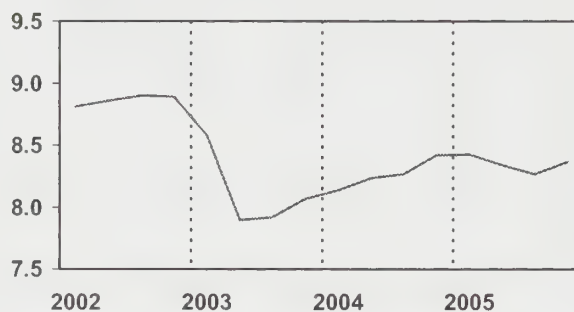


OTHER SERVICE SECTORS

The accommodation and food sector increased its production by 1.2% in the fourth quarter. This was the first quarterly increase in 2005 for this sector, which was hit hard by a decline of more than eight per cent in the number of travellers visiting Ontario in 2005.

Accommodation & Food Services Output

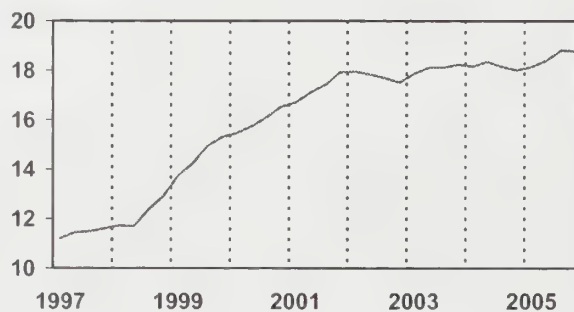
\$ 1997 Billion



Output of the information and culture sector edged down 0.2% in the fourth quarter after three quarters of growth. Telecommunications, which represents 55% of this sector's output, fell for the first time in two years.

Information & Cultural Services Output

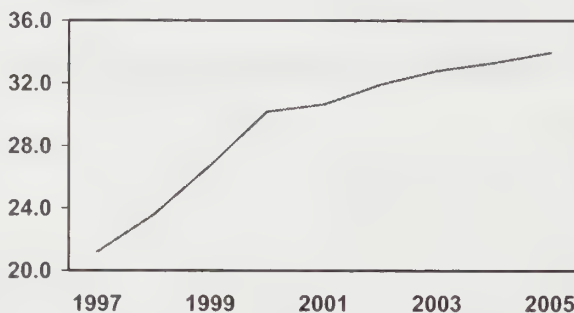
\$ 1997 Billion



Output by the professional and administrative services sector rose 2.0% to \$34.0 billion (\$1997) in 2005 following a 1.6% advance in 2004. The sector created almost 18,000 jobs in 2005 while posting its 13th consecutive year of growth.

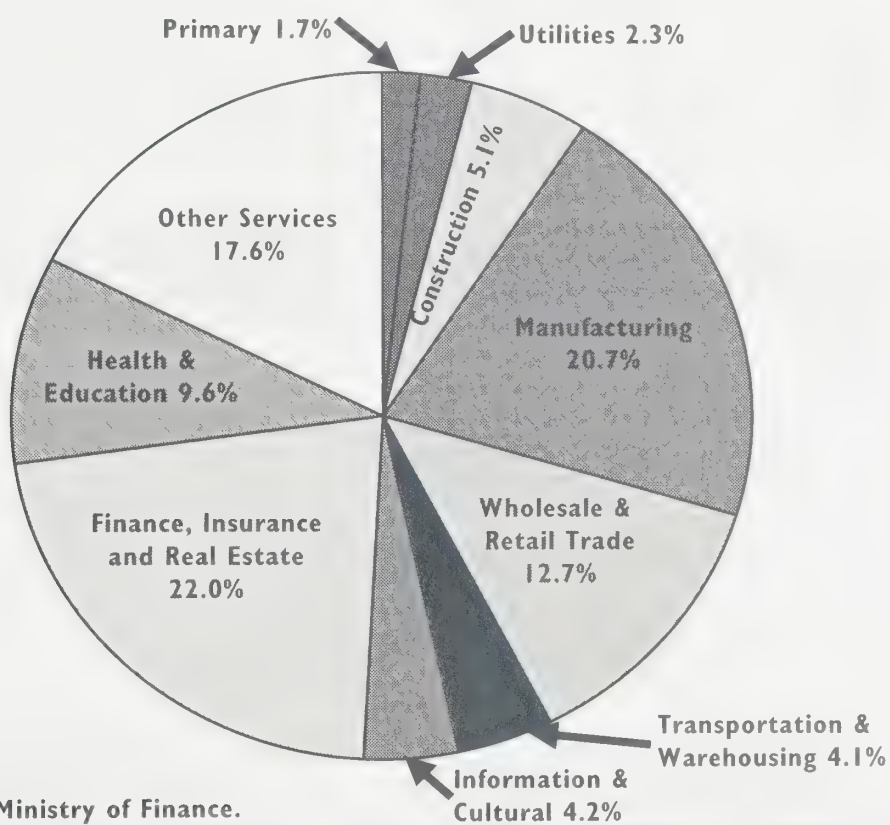
Professional and Administrative Services Output up in 2005

\$ 1997 Billions



Structure of the Ontario Economy, 2005

Per Cent Share of GDP



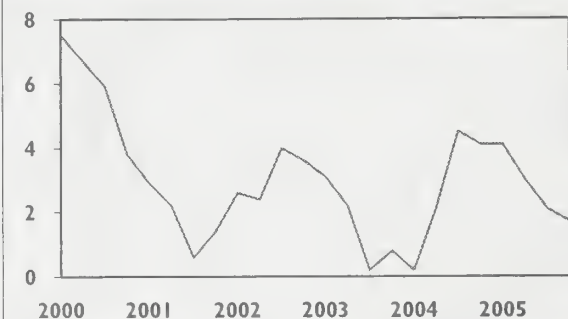
Source: Ontario Ministry of Finance.

ONTARIO ECONOMIC ACCOUNTS: SUMMARY CHARTS

(2000:1 - 2005:4)

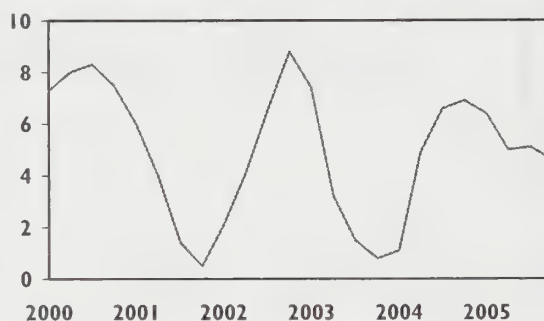
Gross Domestic Product (Chained \$ 1997)

Per Cent Change, Year-Over-Year



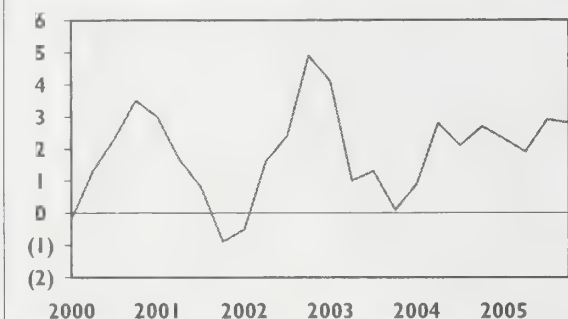
Gross Domestic Product (\$ Current)

Per Cent Change, Year-Over-Year



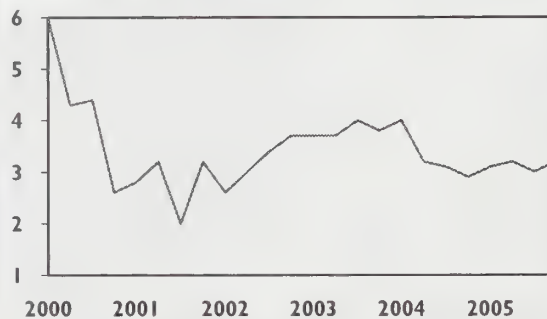
GDP Deflator (1997 = 100)

Per Cent Change, Year-Over-Year



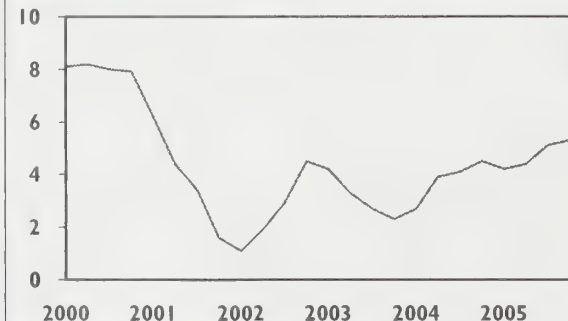
Final Domestic Demand (Chained \$ 1997)

Per Cent Change, Year-Over-Year



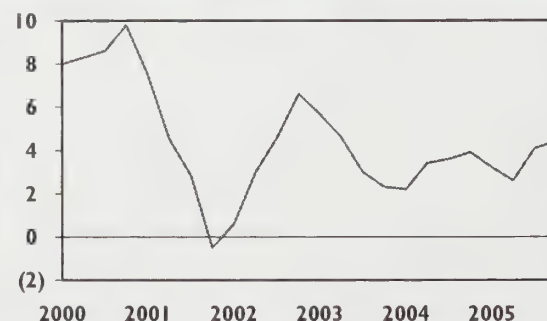
Personal Income (\$ Current)

Per Cent Change, Year-Over-Year



Personal Disposable Income (\$ Current)

Per Cent Change, Year-Over-Year

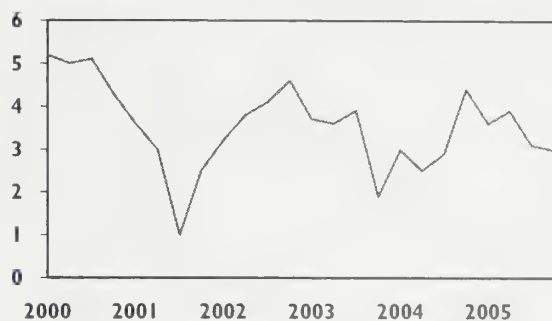


ONTARIO ECONOMIC ACCOUNTS: SUMMARY CHARTS

(2000:1 - 2005:4)

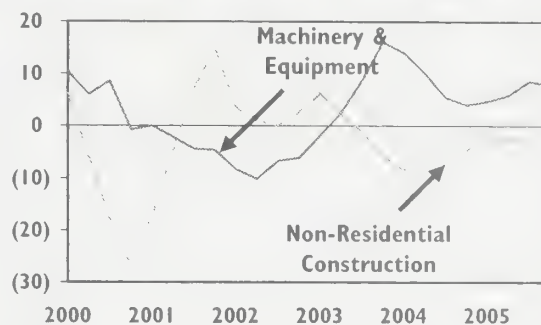
Consumer Spending (Chained \$ 1997)

Per Cent Change, Year-Over-Year



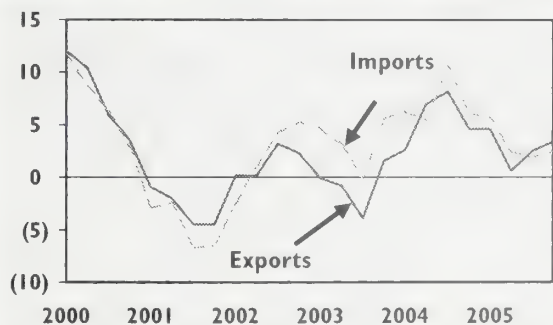
Business Plant & Equipment (Chained \$ 1997)

Per Cent Change, Year-Over-Year



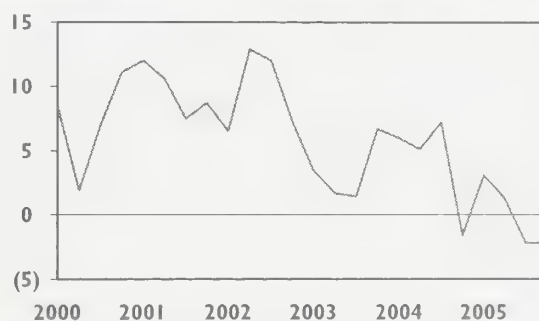
Trade (Chained \$ 1997)

Per Cent Change, Year-Over-Year



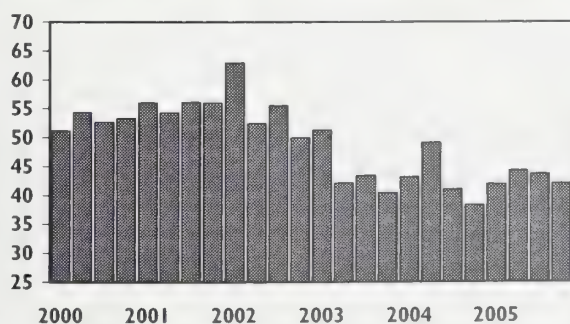
Residential Construction (Chained \$ 1997)

Per Cent Change, Year-Over-Year



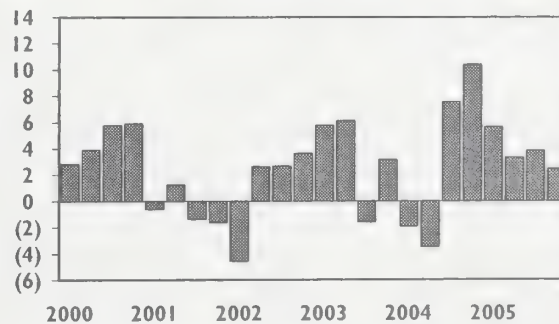
Net Exports (Chained \$ 1997)

\$ Billions



Change in Inventories (Chained \$ 1997)

\$ Billions



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ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics@fin.gov.on.ca

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Wages, salaries and supplementary labour income (domestic basis)	246,155 0.9	249,043 1.2	253,019 1.6	256,687 1.4	259,213 1.0	260,589 0.5	262,535 0.7	265,607 1.2
2. Corporation profits before taxes	51,788 22.9	58,050 12.1	65,019 12.0	68,459 5.3	65,253 -4.7	57,018 -12.6	55,235 -3.1	54,342 -1.6
3. Interest and miscellaneous investment income	15,713 -1.1	15,520 -1.2	16,196 4.4	16,499 1.9	16,386 -0.7	15,895 -3.0	16,344 2.8	15,955 -2.4
4. Net income of unincorporated business *	31,127 2.5	31,806 2.2	32,343 1.7	32,816 1.5	32,829 0.0	32,644 -0.6	32,567 -0.2	32,764 0.6
5. Inventory valuation adjustment	-1,407	-1,143	-2,084	-1,182	2,153	5,344	1,494	817
6. Indirect taxes less subsidies	61,903 0.9	62,985 1.7	60,865 -3.4	59,907 -1.6	60,487 1.0	60,636 0.2	62,047 2.3	63,482 2.3
7. Capital consumption allowances	55,612 0.9	58,247 4.7	58,042 -0.4	59,691 2.8	60,063 0.6	60,418 0.6	60,640 0.4	60,915 0.5
8. Statistical discrepancy	1,319	452	51	-934	-49	-2,202	-260	2,219
9. Gross Domestic Product at market prices	462,210 2.2 9.0	474,960 2.8 11.5	483,451 1.8 7.3	491,943 1.8 7.2	496,335 0.9 3.6	490,342 -1.2 -4.7	490,602 0.1 0.2	496,101 1.1 4.6
**								

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

*** Annualized per cent change from previous quarter.*

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (domestic basis)	268,239 1.0	271,288 1.1	273,595 0.9	276,238 1.0	279,461 1.2	283,785 1.5	288,133 1.5	292,212 1.4
2. Corporation profits before taxes	59,900 10.2	66,319 10.7	68,235 2.9	70,110 2.7	69,414 -1.0	70,057 0.9	70,570 0.7	70,988 0.6
3. Interest and miscellaneous investment income	16,373 2.6	17,069 4.3	17,487 2.4	17,507 0.1	17,676 1.0	17,447 -1.3	18,036 3.4	18,598 3.1
4. Net income of unincorporated business *	33,349 1.8	34,107 2.3	34,555 1.3	34,945 1.1	35,184 0.7	35,590 1.2	35,999 1.1	36,271 0.8
5. Inventory valuation adjustment	-2,605	-2,223	127	1,217	-570	-1,169	1,353	-796
6. Indirect taxes less subsidies	63,565 0.1	64,984 2.2	65,927 1.5	66,464 0.8	66,920 0.7	67,788 1.3	68,083 0.4	68,531 0.7
7. Capital consumption allowances	62,015 1.8	63,148 1.8	64,129 1.6	65,068 1.5	65,507 0.7	66,444 1.4	67,365 1.4	68,333 1.4
8. Statistical discrepancy	854	-303	-865	-1,190	456	110	480	440
9. Gross Domestic Product at market prices	501,690 1.1	514,389 2.5	523,190 1.7	530,359 1.4	534,048 0.7	540,052 1.1	550,019 1.8	554,577 0.8
***	4.6	10.5	7.0	5.6	2.8	4.6	7.6	3.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	257,967 1.8	262,665 1.8	266,833 1.6	271,888 1.9	274,974 1.1	275,626 0.2	279,653 1.5	279,151 -0.2
2. Durable goods	35,650 2.1	36,000 1.0	36,251 0.7	37,051 2.2	36,624 -1.2	36,498 -0.3	37,140 1.8	34,646 -6.7
3. Semi-durable goods	22,937 3.0	22,986 0.2	22,955 -0.1	23,194 1.0	23,394 0.9	23,490 0.4	23,835 1.5	23,413 -1.8
4. Non-durable goods	58,276 2.0	58,553 0.5	60,484 3.3	62,040 2.6	64,340 3.7	63,175 -1.8	64,445 2.0	65,289 1.3
5. Services	141,103 1.4	145,127 2.9	147,144 1.4	149,603 1.7	150,616 0.7	152,463 1.2	154,233 1.2	155,804 1.0
6. Government expenditure on goods and services:	90,019 0.5	91,839 2.0	93,903 2.2	95,899 2.1	97,329 1.5	98,943 1.7	100,847 1.9	103,688 2.8
7. Current expenditure	78,881 0.0	80,346 1.9	82,024 2.1	83,712 2.1	84,185 0.6	85,802 1.9	87,619 2.1	90,258 3.0
8. Capital expenditure	11,138 3.6	11,492 3.2	11,879 3.4	12,187 2.6	13,145 7.9	13,141 -0.0	13,228 0.7	13,430 1.5
9. Business gross fixed capital formation:	71,026 0.5	72,060 1.5	72,778 1.0	72,756 -0.0	72,763 0.0	72,974 0.3	75,879 4.0	77,944 2.7
10. Residential structures	26,898 2.5	28,080 4.4	28,802 2.6	29,363 1.9	28,828 -1.8	29,707 3.0	31,189 5.0	32,965 5.7
11. Non-residential structures	11,228 -1.3	11,445 1.9	11,676 2.0	11,962 2.4	12,257 2.5	12,017 -2.0	11,894 -1.0	11,660 -2.0
12. Machinery and equipment	32,900 -0.5	32,534 -1.1	32,299 -0.7	31,431 -2.7	31,678 0.8	31,250 -1.3	32,797 4.9	33,319 1.6
13. Exports of goods and services	318,196 2.8	318,170 -0.0	328,198 3.2	325,328 -0.9	321,122 -1.3	302,282 -5.9	299,231 -1.0	309,145 3.3
14. DEDUCT: Imports of goods and services	264,963 1.0	273,600 3.3	279,585 2.2	280,369 0.3	276,562 -1.4	267,472 -3.3	262,515 -1.9	273,491 4.2
15. Value of physical change in inventories:	-8,780	4,290	1,351	5,579	6,736	5,799	-2,767	1,811
16. Non-farm	-8,817	3,907	1,727	4,863	7,026	6,027	-2,928	1,516
17. Farm	185	282	-294	639	-292	-253	142	326
18. Government	-148	100	-81	77	3	26	19	-32
19. Statistical discrepancy	-1,256	-465	-26	864	-25	2,189	272	-2,149
20. Gross Domestic Product at market prices	462,210 2.2 9.0	474,960 2.8 11.5	483,451 1.8 7.3	491,943 1.8 7.2	496,335 0.9 3.6	490,342 -1.2 -4.7	490,602 0.1 0.2	496,101 1.1 4.6
21. Final domestic demand	419,012 1.3	426,564 1.8	433,513 1.6	440,543 1.6	445,065 1.0	447,544 0.6	456,380 2.0	460,783 1.0

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	284,713 2.0	287,790 1.1	291,701 1.4	296,735 1.7	300,162 1.2	303,430 1.1	306,269 0.9	310,036 1.2
2. Durable goods	35,477 2.4	35,591 0.3	36,499 2.6	37,905 3.8	37,988 0.2	37,494 -1.3	38,167 1.8	38,661 1.3
3. Semi-durable goods	24,088 2.9	24,359 1.1	24,859 2.0	24,978 0.5	24,721 -1.0	25,047 1.3	24,652 -1.6	25,648 4.0
4. Non-durable goods	66,526 1.9	67,263 1.1	68,111 1.3	69,435 1.9	70,372 1.3	71,348 1.4	72,440 1.5	73,014 0.8
5. Services	158,622 1.8	160,577 1.2	162,232 1.0	164,417 1.3	167,080 1.6	169,541 1.5	171,010 0.9	172,713 1.0
6. Government expenditure on goods and services:	104,289 0.6	105,310 1.0	105,756 0.4	106,221 0.4	108,376 2.0	110,893 2.3	111,585 0.6	113,672 1.9
7. Current expenditure	91,019 0.8	91,895 1.0	92,237 0.4	92,561 0.4	94,829 2.4	97,064 2.4	97,533 0.5	99,259 1.8
8. Capital expenditure	13,270 -1.2	13,415 1.1	13,520 0.8	13,659 1.0	13,547 -0.8	13,829 2.1	14,052 1.6	14,413 2.6
9. Business gross fixed capital formation:	77,307 -0.8	79,102 2.3	80,813 2.2	80,186 -0.8	81,083 1.1	81,437 0.4	82,693 1.5	82,858 0.2
10. Residential structures	32,282 -2.1	33,649 4.2	35,123 4.4	34,526 -1.7	34,726 0.6	34,960 0.7	35,331 1.1	34,739 -1.7
11. Non-residential structures	11,668 0.1	11,745 0.7	11,827 0.7	11,908 0.7	12,185 2.3	12,069 -0.9	12,071 0.0	12,490 3.5
12. Machinery and equipment	33,357 0.1	33,709 1.1	33,863 0.5	33,752 -0.3	34,172 1.2	34,408 0.7	35,291 2.6	35,629 1.0
13. Exports of goods and services	313,368 1.4	333,041 6.3	328,913 -1.2	321,746 -2.2	325,529 1.2	328,787 1.0	334,560 1.8	340,743 1.8
14. DEDUCT: Imports of goods and services	275,865 0.9	289,084 4.8	289,968 0.3	284,178 -2.0	286,870 0.9	288,112 0.4	289,752 0.6	294,813 1.7
15. Value of physical change in inventories:	-1,357	-2,266	5,146	8,716	6,225	3,728	5,143	2,522
16. Non-farm	-1,527	-2,306	5,184	8,556	6,166	3,689	5,134	2,514
17. Farm	88	72	30	118	64	50	3	13
18. Government	82	-32	-68	42	-6	-12	5	-5
19. Statistical discrepancy	-766	495	827	933	-456	-110	-480	-440
20. Gross Domestic Product at market prices	501,690 1.1 4.6	514,389 2.5 10.5	523,190 1.7 7.0	530,359 1.4 5.6	534,048 0.7 2.8	540,052 1.1 4.6	550,019 1.8 7.6	554,577 0.8 3.4
21. Final domestic demand	466,310 1.2	472,202 1.3	478,270 1.3	483,142 1.0	489,620 1.3	495,759 1.3	500,548 1.0	506,565 1.2

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 3***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Personal expenditure on consumer goods and services:	238,647 1.3	240,987 1.0	242,271 0.5	246,423 1.7	247,437 0.4	249,587 0.9	251,795 0.9	251,097 -0.3
2. Durable goods	36,240 2.4	36,457 0.6	36,667 0.6	37,896 3.4	37,325 -1.5	37,191 -0.4	38,051 2.3	35,509 -6.7
3. Semi-durable goods	22,178 4.2	21,904 -1.2	21,668 -1.1	22,114 2.1	22,471 1.6	22,751 1.2	23,107 1.6	22,443 -2.9
4. Non-durable goods	51,311 1.3	50,876 -0.8	51,066 0.4	52,336 2.5	52,884 1.0	52,977 0.2	52,739 -0.4	54,065 2.5
5. Services	129,128 0.6	132,015 2.2	133,185 0.9	134,433 0.9	135,038 0.5	136,880 1.4	138,039 0.8	139,143 0.8
6. Government expenditure on goods and services:	82,851 -0.3	84,309 1.8	84,905 0.7	85,975 1.3	87,188 1.4	88,763 1.8	88,466 -0.3	90,942 2.8
7. Current expenditure	71,982 -0.7	73,038 1.5	73,367 0.5	74,077 1.0	74,673 0.8	75,916 1.7	75,447 -0.6	77,552 2.8
8. Capital expenditure	10,869 2.7	11,271 3.7	11,538 2.4	11,898 3.1	12,515 5.2	12,848 2.7	13,019 1.3	13,390 2.9
9. Business gross fixed capital formation:	66,271 -1.5	66,875 0.9	67,955 1.6	67,686 -0.4	67,319 -0.5	68,340 1.5	70,772 3.6	73,425 3.7
10. Residential structures	23,126 -0.5	24,072 4.1	24,723 2.7	24,923 0.8	23,935 -4.0	24,471 2.2	25,063 2.4	26,587 6.1
11. Non-residential structures	9,823 -2.2	9,991 1.7	10,138 1.5	10,320 1.8	10,438 1.1	10,231 -2.0	10,040 -1.9	9,731 -3.1
12. Machinery and equipment	33,073 -2.3	32,436 -1.9	32,590 0.5	31,813 -2.4	32,446 2.0	33,255 2.5	35,392 6.4	36,936 4.4
13. Exports of goods and services	305,911 1.8	305,409 -0.2	311,821 2.1	307,384 -1.4	305,707 -0.5	302,831 -0.9	299,610 -1.1	312,444 4.3
14. DEDUCT: Imports of goods and services	243,027 -0.6	252,945 4.1	256,306 1.3	257,418 0.4	254,409 -1.2	260,682 2.5	256,170 -1.7	271,947 6.2
15. Value of physical change in inventories:	-4,822	2,899	2,416	4,363	5,730	6,110	-1,569	3,386
16. Non-farm	-4,597	2,624	2,647	3,630	5,751	6,101	-1,620	3,148
17. Farm	-81	175	-156	658	-25	-21	21	285
18. Government	-143	100	-75	74	3	31	29	-48
19. Statistical discrepancy	-1,199	-443	-25	824	-24	2,111	263	-2,073
20. Gross Domestic Product at market prices	445,591 1.4 5.7	448,011 0.5 2.2	453,480 1.2 5.0	455,462 0.4 1.8	459,581 0.9 3.7	457,956 -0.4 -1.4	454,177 -0.8 -3.3	458,882 1.0 4.2
21. Final domestic demand	387,748 0.5	392,150 1.1	395,106 0.8	400,068 1.3	401,905 0.5	406,616 1.2	410,910 1.1	415,281 1.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 3***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	254,904 1.5	255,812 0.4	259,129 1.3	262,132 1.2	264,148 0.8	265,797 0.6	267,101 0.5	270,065 1.1
2. Durable goods	36,615 3.1	36,666 0.1	37,886 3.3	39,204 3.5	39,398 0.5	39,204 -0.5	39,938 1.9	40,390 1.1
3. Semi-durable goods	23,162 3.2	23,504 1.5	24,238 3.1	24,304 0.3	24,342 0.2	24,659 1.3	24,259 -1.6	25,143 3.6
4. Non-durable goods	54,476 0.8	54,141 -0.6	54,244 0.2	54,427 0.3	54,349 -0.1	54,560 0.4	54,397 -0.3	54,908 0.9
5. Services	140,757 1.2	141,660 0.6	142,965 0.9	144,442 1.0	146,338 1.3	147,619 0.9	148,849 0.8	150,056 0.8
6. Government expenditure on goods and services:	91,297 0.4	92,080 0.9	91,201 -1.0	91,266 0.1	92,840 1.7	93,502 0.7	93,913 0.4	95,168 1.3
7. Current expenditure	78,149 0.8	79,224 1.4	78,432 -1.0	78,407 -0.0	79,971 2.0	80,528 0.7	80,802 0.3	81,727 1.1
8. Capital expenditure	13,148 -1.8	12,856 -2.2	12,769 -0.7	12,859 0.7	12,844 -0.1	12,951 0.8	13,098 1.1	13,447 2.7
9. Business gross fixed capital formation:	72,001 -1.9	71,775 -0.3	73,477 2.4	73,759 0.4	74,117 0.5	73,783 -0.5	75,354 2.1	75,488 0.2
10. Residential structures	25,360 -4.6	25,726 1.4	26,878 4.5	26,160 -2.7	26,148 -0.0	26,061 -0.3	26,276 0.8	25,580 -2.7
11. Non-residential structures	9,564 -1.7	9,425 -1.5	9,315 -1.2	9,267 -0.5	9,405 1.5	9,181 -2.4	9,095 -0.9	9,321 2.5
12. Machinery and equipment	36,982 0.1	36,601 -1.0	37,330 2.0	38,451 3.0	38,710 0.7	38,758 0.1	40,525 4.6	41,433 2.2
13. Exports of goods and services	313,566 0.4	324,128 3.4	324,319 0.1	326,739 0.7	327,837 0.3	326,227 -0.5	332,274 1.9	337,731 1.6
14. DEDUCT: Imports of goods and services	270,388 -0.6	275,012 1.7	283,246 3.0	288,454 1.8	285,896 -0.9	281,903 -1.4	288,519 2.3	295,710 2.5
15. Value of physical change in inventories:	-1,518	-3,194	7,799	10,664	5,849	3,511	3,987	2,634
16. Non-farm	-1,937	-3,480	7,550	10,388	5,638	3,289	3,843	2,447
17. Farm	439	165	221	387	195	192	158	174
18. Government	-20	121	29	-110	16	31	-14	14
19. Statistical discrepancy	-743	479	801	904	-409	-98	-423	-386
20. Gross Domestic Product at market prices	460,481 0.3 1.4	467,512 1.5 6.2	474,467 1.5 6.1	477,644 0.7 2.7	479,319 0.4 1.4	481,628 0.5 1.9	484,547 0.6 2.4	485,965 0.3 1.2
21. Final domestic demand	418,064 0.7	419,565 0.4	423,740 1.0	427,128 0.8	431,110 0.9	433,118 0.5	436,355 0.7	440,746 1.0

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Wages, salaries and supplementary labour income (national basis)	243,040 1.4	246,130 1.3	250,070 1.6	253,496 1.4	255,820 0.9	256,767 0.4	258,613 0.7	262,216 1.4
2. Net income of unincorporated business *	31,127 2.5	31,806 2.2	32,343 1.7	32,816 1.5	32,829 0.0	32,644 -0.6	32,567 -0.2	32,764 0.6
3. Interest, dividends and miscellaneous investment income	44,499 -2.0	44,411 -0.2	44,146 -0.6	43,788 -0.8	43,953 0.4	43,459 -1.1	44,127 1.5	43,373 -1.7
4. Current transfers from government, corporations and non-residents	45,884 1.0	45,718 -0.4	45,997 0.6	47,125 2.5	47,338 0.5	47,498 0.3	47,489 -0.0	47,387 -0.2
5. Equals: Personal income	364,550 1.0	368,065 1.0	372,556 1.2	377,225 1.3	379,940 0.7	380,368 0.1	382,796 0.6	385,740 0.8
6. Deduct: Personal direct taxes	61,311 -3.5	59,587 -2.8	59,573 -0.0	60,277 1.2	59,609 -1.1	57,591 -3.4	60,108 4.4	60,884 1.3
7. Other current transfers to government	25,085 1.8	25,562 1.9	25,965 1.6	26,312 1.3	26,431 0.5	26,780 1.3	27,028 0.9	27,541 1.9
8. Equals: Personal disposable income	278,154 2.0	282,916 1.7	287,018 1.4	290,636 1.3	293,900 1.1	295,997 0.7	295,660 -0.1	297,315 0.6
9. Deduct: Personal expenditure on consumer goods and services	257,967 1.8	262,665 1.8	266,833 1.6	271,888 1.9	274,974 1.1	275,626 0.2	279,653 1.5	279,151 -0.2
10. Current transfers to corporations	4,509 -4.1	4,367 -3.1	4,583 4.9	4,769 4.1	4,983 4.5	5,059 1.5	5,291 4.6	5,355 1.2
11. Current transfers to non-residents	923 8.6	951 3.0	963 1.3	971 0.8	997 2.7	1,008 1.1	1,025 1.7	1,034 0.9
12. Equals: Personal saving	14,755 7.4	14,933 1.2	14,639 -2.0	13,008 -11.1	12,946 -0.5	14,304 10.5	9,691 -32.2	11,775 21.5
13. Personal saving rate (percent)	5.3	5.3	5.1	4.5	4.4	4.8	3.3	4.0
14. Real personal disposable income ** (millions of chained (1997) dollars)	257,322 1.5	259,567 0.9	260,598 0.4	263,416 1.1	264,468 0.4	268,033 1.3	266,207 -0.7	267,436 0.5
15. Population (thousands)	11,987 0.2	12,037 0.4	12,102 0.5	12,155 0.4	12,169 0.1	12,209 0.3	12,260 0.4	12,305 0.4
16. Personal disposable income per capita (dollars)	23,205 1.8	23,504 1.3	23,716 0.9	23,911 0.8	24,151 1.0	24,245 0.4	24,117 -0.5	24,161 0.2
17. Real personal disposable income per capita (chained (1997) dollars)	21,467 1.3	21,564 0.5	21,533 -0.1	21,671 0.6	21,733 0.3	21,955 1.0	21,714 -1.1	21,733 0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (national basis)	264,786 1.0	267,533 1.0	269,684 0.8	272,241 0.9	275,418 1.2	279,679 1.5	283,964 1.5	287,984 1.4
2. Net income of unincorporated business *	33,349 1.8	34,107 2.3	34,555 1.3	34,945 1.1	35,184 0.7	35,590 1.2	35,999 1.1	36,271 0.8
3. Interest, dividends and miscellaneous investment income	43,854 1.1	45,014 2.6	45,036 0.0	45,748 1.6	46,257 1.1	46,652 0.9	47,366 1.5	48,182 1.7
4. Current transfers from government, corporations and non-residents	48,205 1.7	48,665 1.0	49,292 1.3	50,014 1.5	49,805 -0.4	50,724 1.8	51,473 1.5	51,853 0.7
5. Equals: Personal income	390,194 1.2	395,319 1.3	398,567 0.8	402,948 1.1	406,664 0.9	412,645 1.5	418,802 1.5	424,290 1.3
6. Deduct: Personal direct taxes	62,048 1.9	61,952 -0.2	64,595 4.3	66,129 2.4	68,478 3.6	70,616 3.1	71,634 1.4	73,357 2.4
7. Other current transfers to government	27,639 0.4	27,407 -0.8	27,635 0.8	27,827 0.7	27,942 0.4	28,192 0.9	28,254 0.2	28,298 0.2
8. Equals: Personal disposable income	300,507 1.1	305,960 1.8	306,337 0.1	308,992 0.9	310,244 0.4	313,837 1.2	318,914 1.6	322,635 1.2
9. Deduct: Personal expenditure on consumer goods and services	284,713 2.0	287,790 1.1	291,701 1.4	296,735 1.7	300,162 1.2	303,430 1.1	306,269 0.9	310,036 1.2
10. Current transfers to corporations	5,393 0.7	5,488 1.8	5,428 -1.1	5,535 2.0	5,815 5.1	5,938 2.1	6,050 1.9	6,153 1.7
11. Current transfers to non-residents	1,053 1.8	1,082 2.8	1,100 1.7	1,153 4.8	1,184 2.7	1,236 4.4	1,284 3.9	1,256 -2.2
12. Equals: Personal saving	9,348 -20.6	11,600 24.1	8,108 -30.1	5,569 -31.3	3,083 -44.6	3,233 4.9	5,311 64.3	5,190 -2.3
13. Personal saving rate (percent)	3.1	3.8	2.7	1.8	1.0	1.0	1.7	1.6
14. Real personal disposable income ** (millions of chained (1997) dollars)	269,043 0.6	271,963 1.1	272,130 0.1	272,959 0.3	273,021 0.0	274,913 0.7	278,129 1.2	281,039 1.0
15. Population (thousands)	12,320 0.1	12,357 0.3	12,407 0.4	12,454 0.4	12,462 0.1	12,494 0.3	12,541 0.4	12,590 0.4
16. Personal disposable income per capita (dollars)	24,391 1.0	24,759 1.5	24,690 -0.3	24,810 0.5	24,894 0.3	25,119 0.9	25,429 1.2	25,627 0.8
17. Real personal disposable income per capita (chained (1997) dollars)	21,837 0.5	22,008 0.8	21,933 -0.3	21,917 -0.1	21,907 -0.0	22,003 0.4	22,177 0.8	22,323 0.7

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Exports of goods and services	318,196 2.8	318,170 -0.0	328,198 3.2	325,328 -0.9	321,122 -1.3	302,282 -5.9	299,231 -1.0	309,145 3.3
2. Of which: International	231,338 3.0	230,547 -0.3	238,566 3.5	233,394 -2.2	228,590 -2.1	212,763 -6.9	208,629 -1.9	216,206 3.6
3. Of which: Interprovincial	86,858 2.3	87,624 0.9	89,632 2.3	91,934 2.6	92,532 0.7	89,520 -3.3	90,602 1.2	92,938 2.6
4. Imports of goods and services	264,963 1.0	273,600 3.3	279,585 2.2	280,369 0.3	276,562 -1.4	267,472 -3.3	262,515 -1.9	273,491 4.2
5. Trade balance	53,232	44,570	48,614	44,960	44,560	34,810	36,716	35,654

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	<u>2004 I</u>	<u>2004 II</u>	<u>2004 III</u>	<u>2004 IV</u>	<u>2005 I</u>	<u>2005 II</u>	<u>2005 III</u>	<u>2005 IV</u>
1. Exports of goods and services	313,368 1.4	333,041 6.3	328,913 -1.2	321,746 -2.2	325,529 1.2	328,787 1.0	334,560 1.8	340,743 1.8
2. Of which: International	220,460 2.0	237,201 7.6	230,664 -2.8	223,616 -3.1	224,694 0.5	226,597 0.8	231,102 2.0	236,744 2.4
3. Of which: Interprovincial	92,908 -0.0	95,840 3.2	98,250 2.5	98,130 -0.1	100,836 2.8	102,190 1.3	103,458 1.2	103,999 0.5
4. Imports of goods and services	275,865 0.9	289,084 4.8	289,968 0.3	284,178 -2.0	286,870 0.9	288,112 0.4	289,752 0.6	294,813 1.7
5. Trade balance	37,502	43,957	38,945	37,567	38,659	40,675	44,808	45,930

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

		2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1.	Personal expenditure on consumer goods and services:	108.1 0.5	109.0 0.8	110.1 1.0	110.3 0.2	111.1 0.7	110.4 -0.6	111.1 0.6	111.2 0.1
2.	Durable goods	98.4 -0.3	98.7 0.4	98.9 0.1	97.8 -1.1	98.1 0.4	98.1 0.0	97.6 -0.5	97.6 -0.0
3.	Semi-durable goods	103.4 -1.2	104.9 1.5	105.9 1.0	104.9 -1.0	104.1 -0.7	103.3 -0.8	103.1 -0.1	104.3 1.1
4.	Non-durable goods	113.6 0.7	115.1 1.3	118.4 2.9	118.5 0.1	121.7 2.6	119.3 -2.0	122.2 2.5	120.8 -1.2
5.	Services	109.3 0.9	109.9 0.6	110.5 0.5	111.3 0.7	111.5 0.2	111.4 -0.1	111.7 0.3	112.0 0.2
6.	Government expenditure on goods and services:	108.7 0.7	108.9 0.3	110.6 1.5	111.5 0.9	111.6 0.1	111.5 -0.1	114.0 2.3	114.0 0.0
7.	Current expenditure	109.6 0.7	110.0 0.4	111.8 1.6	113.0 1.1	112.7 -0.2	113.0 0.3	116.1 2.8	116.4 0.2
8.	Capital expenditure	102.5 0.8	102.0 -0.5	103.0 1.0	102.4 -0.5	105.0 2.5	102.3 -2.6	101.6 -0.7	100.3 -1.3
9.	Business gross fixed capital formation:	107.2 2.0	107.8 0.5	107.1 -0.6	107.5 0.4	108.1 0.6	106.8 -1.2	107.2 0.4	106.2 -1.0
10.	Residential structures	116.3 3.0	116.6 0.3	116.5 -0.1	117.8 1.1	120.4 2.2	121.4 0.8	124.4 2.5	124.0 -0.4
11.	Non-residential structures	114.3 0.9	114.6 0.2	115.2 0.5	115.9 0.6	117.4 1.3	117.5 0.0	118.5 0.9	119.8 1.2
12.	Machinery and equipment	99.5 1.8	100.3 0.8	99.1 -1.2	98.8 -0.3	97.6 -1.2	94.0 -3.7	92.7 -1.4	90.2 -2.7
13.	Exports of goods and services	104.0 1.0	104.2 0.2	105.3 1.0	105.8 0.6	105.0 -0.8	99.8 -5.0	99.9 0.1	98.9 -0.9
14.	DEDUCT: Imports of goods and services	109.0 1.6	108.2 -0.8	109.1 0.8	108.9 -0.2	108.7 -0.2	102.6 -5.6	102.5 -0.1	100.6 -1.9
15.	Gross Domestic Product at market prices	103.7 0.8	106.0 2.2	106.6 0.6	108.0 1.3	108.0 -0.0	107.1 -0.9	108.0 0.9	108.1 0.1
	*	3.1	9.1	2.3	5.4	-0.0	-3.4	3.6	0.3
16.	Final domestic demand	108.1 0.8	108.8 0.7	109.7 0.9	110.1 0.4	110.7 0.6	110.1 -0.6	111.1 0.9	111.0 -0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	111.7 0.5	112.5 0.7	112.6 0.1	113.2 0.6	113.6 0.4	114.2 0.5	114.7 0.4	114.8 0.1
2. Durable goods	96.9 -0.7	97.1 0.2	96.3 -0.7	96.7 0.4	96.4 -0.3	95.6 -0.8	95.6 -0.1	95.7 0.2
3. Semi-durable goods	104.0 -0.3	103.6 -0.3	102.6 -1.0	102.8 0.2	101.6 -1.2	101.6 0.0	101.6 0.0	102.0 0.4
4. Non-durable goods	122.1 1.1	124.2 1.7	125.6 1.1	127.6 1.6	129.5 1.5	130.8 1.0	133.2 1.8	133.0 -0.1
5. Services	112.7 0.6	113.4 0.6	113.5 0.1	113.8 0.3	114.2 0.3	114.9 0.6	114.9 0.0	115.1 0.2
6. Government expenditure on goods and services:	114.2 0.2	114.4 0.1	116.0 1.4	116.4 0.4	116.7 0.3	118.6 1.6	118.8 0.2	119.4 0.5
7. Current expenditure	116.5 0.1	116.0 -0.4	117.6 1.4	118.1 0.4	118.6 0.4	120.5 1.6	120.7 0.1	121.5 0.6
8. Capital expenditure	100.9 0.6	104.3 3.4	105.9 1.5	106.2 0.3	105.5 -0.7	106.8 1.2	107.3 0.5	107.2 -0.1
9. Business gross fixed capital formation:	107.4 1.1	110.2 2.6	110.0 -0.2	108.7 -1.2	109.4 0.6	110.4 0.9	109.7 -0.6	109.8 0.0
10. Residential structures	127.3 2.7	130.8 2.7	130.7 -0.1	132.0 1.0	132.8 0.6	134.1 1.0	134.5 0.2	135.8 1.0
11. Non-residential structures	122.0 1.8	124.6 2.1	127.0 1.9	128.5 1.2	129.6 0.8	131.5 1.5	132.7 1.0	134.0 1.0
12. Machinery and equipment	90.2 -0.0	92.1 2.1	90.7 -1.5	87.8 -3.2	88.3 0.6	88.8 0.6	87.1 -1.9	86.0 -1.3
13. Exports of goods and services	99.9 1.0	102.7 2.8	101.4 -1.3	98.5 -2.9	99.3 0.8	100.8 1.5	100.7 -0.1	100.9 0.2
14. DEDUCT: Imports of goods and services	102.0 1.4	105.1 3.0	102.4 -2.6	98.5 -3.8	100.3 1.9	102.2 1.9	100.4 -1.7	99.7 -0.7
15. Gross Domestic Product at market prices	108.9 0.8 3.1	110.0 1.0 4.0	110.3 0.2 0.9	111.0 0.7 2.8	111.4 0.3 1.4	112.1 0.6 2.6	113.5 1.2 5.0	114.1 0.5 2.2
16. Final domestic demand	111.5 0.5	112.5 0.9	112.9 0.3	113.1 0.2	113.6 0.4	114.5 0.8	114.7 0.2	114.9 0.2

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2002	2003	2004	2005
1. Wages, salaries and supplementary labour income (domestic basis)	251,226 3.4	261,986 4.3	272,340 4.0	285,898 5.0
2. Corporation profits before taxes	60,829 23.3	57,962 -4.7	66,141 14.1	70,257 6.2
3. Interest and miscellaneous investment income	15,982 -6.0	16,145 1.0	17,109 6.0	17,939 4.9
4. Net income of unincorporated business *	32,023 8.5	32,701 2.1	34,239 4.7	35,761 4.4
5. Inventory valuation adjustment	-1,454	2,452	-871	-296
6. Indirect taxes less subsidies	61,415 4.1	61,663 0.4	65,235 5.8	67,831 4.0
7. Capital consumption allowances	57,898 5.5	60,509 4.5	63,590 5.1	66,912 5.2
8. Statistical discrepancy	222	-73	-376	372
9. Gross Domestic Product at market prices	478,141 5.4	493,345 3.2	517,407 4.9	544,674 5.3

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	264,838 5.8	277,351 4.7	290,235 4.6	304,974 5.1
2. Durable goods	36,238 8.0	36,227 -0.0	36,368 0.4	38,078 4.7
3. Semi-durable goods	23,018 4.0	23,533 2.2	24,571 4.4	25,017 1.8
4. Non-durable goods	59,838 5.2	64,312 7.5	67,834 5.5	71,794 5.8
5. Services	145,744 5.8	153,279 5.2	161,462 5.3	170,086 5.3
6. Government expenditure on goods and services:	92,915 6.5	100,202 7.8	105,394 5.2	111,131 5.4
7. Current expenditure	81,241 5.9	86,966 7.0	91,928 5.7	97,171 5.7
8. Capital expenditure	11,674 11.3	13,236 13.4	13,466 1.7	13,960 3.7
9. Business gross fixed capital formation:	72,155 2.3	74,890 3.8	79,352 6.0	82,018 3.4
10. Residential structures	28,286 14.7	30,672 8.4	33,895 10.5	34,939 3.1
11. Non-residential structures	11,578 3.5	11,957 3.3	11,787 -1.4	12,204 3.5
12. Machinery and equipment	32,291 -6.9	32,261 -0.1	33,670 4.4	34,875 3.6
13. Exports of goods and services	322,473 2.2	307,945 -4.5	324,267 5.3	332,405 2.5
14. DEDUCT: Imports of goods and services	274,629 2.6	270,010 -1.7	284,774 5.5	289,887 1.8
15. Value of physical change in inventories:	610	2,895	2,560	4,404
16. Non-farm	420	2,910	2,477	4,376
17. Farm	203	-19	77	33
18. Government	-13	4	6	-4
19. Statistical discrepancy	-221	72	372	-372
20. Gross Domestic Product at market prices	478,141 5.4	493,345 3.2	517,407 4.9	544,674 5.3
21. Final domestic demand	429,908 5.4	452,443 5.2	474,981 5.0	498,123 4.9

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 9

Millions of chained (1997) dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	242,082 3.9	249,979 3.3	257,994 3.2	266,778 3.4
2. Durable goods	36,815 8.3	37,019 0.6	37,593 1.6	39,732 5.7
3. Semi-durable goods	21,966 4.0	22,693 3.3	23,802 4.9	24,601 3.4
4. Non-durable goods	51,397 2.6	53,166 3.4	54,322 2.2	54,553 0.4
5. Services	132,190 3.4	137,275 3.8	142,456 3.8	148,216 4.0
6. Government expenditure on goods and services:	84,510 3.7	88,840 5.1	91,461 3.0	93,856 2.6
7. Current expenditure	73,116 2.7	75,897 3.8	78,553 3.5	80,757 2.8
8. Capital expenditure	11,394 10.8	12,943 13.6	12,908 -0.3	13,085 1.4
9. Business gross fixed capital formation:	67,197 -0.1	69,964 4.1	72,753 4.0	74,686 2.7
10. Residential structures	24,211 9.6	25,014 3.3	26,031 4.1	26,016 -0.1
11. Non-residential structures	10,068 1.9	10,110 0.4	9,393 -7.1	9,250 -1.5
12. Machinery and equipment	32,478 -7.8	34,507 6.2	37,341 8.2	39,857 6.7
13. Exports of goods and services	307,631 1.5	305,148 -0.8	322,188 5.6	331,017 2.7
14. DEDUCT: Imports of goods and services	252,424 2.0	260,802 3.3	279,275 7.1	288,007 3.1
15. Value of physical change in inventories:	1,214	3,414	3,438	3,995
16. Non-farm	1,076	3,345	3,130	3,804
17. Farm	149	65	303	180
18. Government	-11	4	5	12
19. Statistical discrepancy	-211	69	361	-329
20. Gross Domestic Product at market prices	450,636 3.2	457,649 1.6	470,026 2.7	482,865 2.7
21. Final domestic demand	393,768 3.2	408,678 3.8	422,124 3.3	435,332 3.1

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2002	2003	2004	2005
1. Wages, salaries and supplementary labour income (national basis)	248,184 3.5	258,354 4.1	268,561 4.0	281,761 4.9
2. Net income of unincorporated business *	32,023 8.5	32,701 2.1	34,239 4.7	35,761 4.4
3. Interest, dividends and miscellaneous investment income	44,211 -5.5	43,728 -1.1	44,913 2.7	47,114 4.9
4. Current transfers from government, corporations and non-residents	46,181 2.3	47,428 2.7	49,044 3.4	50,964 3.9
5. Equals: Personal income	370,599 2.6	382,211 3.1	396,757 3.8	415,600 4.7
6. Deduct: Personal direct taxes	60,187 -3.7	59,548 -1.1	63,681 6.9	71,021 11.5
7. Other current transfers to government	25,731 6.8	26,945 4.7	27,627 2.5	28,172 2.0
8. Equals: Personal disposable income	284,681 3.7	295,718 3.9	305,449 3.3	316,408 3.6
9. Deduct: Personal expenditure on consumer goods and services	264,838 5.8	277,351 4.7	290,235 4.6	304,974 5.1
10. Current transfers to corporations	4,557 -8.5	5,172 13.5	5,461 5.6	5,989 9.7
11. Current transfers to non-residents	952 16.8	1,016 6.7	1,097 8.0	1,240 13.0
12. Equals: Personal saving	14,334 -22.7	12,179 -15.0	8,656 -28.9	4,204 -51.4
13. Personal saving rate (percent)	5.0	4.1	2.8	1.3
14. Real personal disposable income ** (millions of chained (1997) dollars)	260,226 1.8	266,536 2.4	271,524 1.9	276,776 1.9
15. Population (thousands)	12,102 1.7	12,260 1.3	12,407 1.2	12,541 1.1
16. Personal disposable income per capita (dollars)	23,523 1.9	24,121 2.5	24,618 2.1	25,229 2.5
17. Real personal disposable income per capita (chained (1997) dollars)	21,503 0.1	21,741 1.1	21,884 0.7	22,069 0.8

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE

TABLE 11

Millions of dollars

	2002	2003	2004	2005
1. Exports of goods and services	322,473 2.2	307,945 -4.5	324,267 5.3	332,405 2.5
2. Of which: International	233,461 1.7	216,547 -7.2	227,985 5.3	229,784 0.8
3. Of which: Interprovincial	89,012 3.8	91,398 2.7	96,282 5.3	102,621 6.6
4. Imports of goods and services	274,629 2.6	270,010 -1.7	284,774 5.5	289,887 1.8
5. Trade balance	47,844	37,935	39,493	42,518

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	109.4 1.8	110.9 1.4	112.5 1.4	114.3 1.6
2. Durable goods	98.4 -0.3	97.9 -0.6	96.7 -1.1	95.8 -0.9
3. Semi-durable goods	104.8 0.1	103.7 -1.0	103.2 -0.4	101.7 -1.5
4. Non-durable goods	116.4 2.6	121.0 3.9	124.9 3.2	131.6 5.4
5. Services	110.2 2.3	111.7 1.3	113.3 1.5	114.8 1.2
6. Government expenditure on goods and services:	109.9 2.8	112.8 2.6	115.2 2.2	118.4 2.7
7. Current expenditure	111.1 3.2	114.6 3.1	117.0 2.1	120.3 2.8
8. Capital expenditure	102.5 0.5	102.3 -0.1	104.3 2.0	106.7 2.2
9. Business gross fixed capital formation:	107.4 2.5	107.1 -0.3	109.1 1.9	109.8 0.7
10. Residential structures	116.8 4.7	122.6 4.9	130.2 6.2	134.3 3.2
11. Non-residential structures	115.0 1.6	118.3 2.9	125.5 6.1	131.9 5.1
12. Machinery and equipment	99.4 1.1	93.6 -5.8	90.2 -3.7	87.5 -3.0
13. Exports of goods and services	104.8 0.8	100.9 -3.7	100.6 -0.3	100.4 -0.2
14. DEDUCT: Imports of goods and services	108.8 0.6	103.6 -4.8	102.0 -1.5	100.7 -1.3
15. Gross Domestic Product at market prices	106.1 2.1	107.8 1.6	110.1 2.1	112.8 2.5
16. Final domestic demand	109.2 2.1	110.7 1.4	112.5 1.6	114.4 1.7

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13
Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
1. Goods Producing Industries	124,528 3.4	126,073 1.2	127,137 0.8	127,125 -0.0	128,246 0.9	126,125 -1.7	124,686 -1.1	128,230 2.8
2. Primary	7,288 -3.7	7,364 1.0	7,368 0.1	7,441 1.0	7,255 -2.5	7,109 -2.0	7,113 0.0	7,286 2.4
3. Agriculture, Forestry, Fishing & Hunting	4,193 -3.5	4,363 4.1	4,476 2.6	4,572 2.1	4,426 -3.2	4,485 1.3	4,469 -0.3	4,491 0.5
4. Mining	3,088 -4.0	2,994 -3.0	2,887 -3.6	2,865 -0.7	2,823 -1.5	2,615 -7.4	2,631 0.6	2,780 5.6
5. Utilities	9,842 1.6	10,303 4.7	10,222 -0.8	10,464 2.4	10,689 2.2	9,825 -8.1	9,639 -1.9	9,409 -2.4
6. Electric Power	8,002 -0.1	8,210 2.6	8,131 -1.0	8,137 0.1	8,230 1.1	7,681 -6.7	7,625 -0.7	7,504 -1.6
7. Natural Gas, Water and Other	1,902 8.2	2,140 12.5	2,118 -1.0	2,337 10.3	2,479 6.1	2,173 -12.3	2,054 -5.5	1,953 -4.9
8. Construction	21,586 2.3	21,183 -1.9	21,300 0.6	21,377 0.4	21,725 1.6	22,068 1.6	22,312 1.1	23,199 4.0
9. Residential Buildings	8,703 5.6	8,467 -2.7	8,728 3.1	8,454 -3.1	8,559 1.2	8,807 2.9	8,972 1.9	9,569 6.6
10. Non-Residential Buildings and Engineering	12,883 0.2	12,715 -1.3	12,572 -1.1	12,924 2.8	13,166 1.9	13,261 0.7	13,340 0.6	13,631 2.2
11. Manufacturing	85,812 4.6	87,225 1.6	88,247 1.2	87,842 -0.5	88,576 0.8	87,122 -1.6	85,621 -1.7	88,336 3.2
12. Food, Beverage, & Tobacco Products	9,824 0.5	9,703 -1.2	9,610 -1.0	9,472 -1.4	9,637 1.7	9,597 -0.4	9,638 0.4	9,829 2.0
13. Textile, Clothing, & Leather Products	1,968 7.3	1,893 -3.8	1,827 -3.5	1,771 -3.0	1,737 -1.9	1,696 -2.4	1,677 -1.1	1,795 7.1
14. Wood Products and Furniture	4,944 4.7	4,879 -1.3	5,042 3.3	5,012 -0.6	5,167 3.1	5,133 -0.7	4,960 -3.4	5,041 1.6
15. Paper Products and Printing	6,539 1.1	6,631 1.4	6,528 -1.6	6,437 -1.4	6,602 2.6	6,547 -0.8	6,565 0.3	6,757 2.9
16. Chemical and Petroleum Products	8,542 3.0	8,621 0.9	8,645 0.3	8,647 0.0	8,610 -0.4	8,570 -0.5	8,502 -0.8	8,840 4.0
17. Plastic and Rubber Products	5,659 12.3	5,949 5.1	6,121 2.9	6,327 3.4	6,356 0.5	5,958 -6.3	5,774 -3.1	5,949 3.0
18. Primary Metal & Fabricated Metal Products	12,618 5.5	13,053 3.5	13,063 0.1	13,108 0.3	13,359 1.9	13,103 -1.9	12,540 -4.3	13,287 6.0
19. Machinery	5,783 3.5	5,982 3.4	6,057 1.2	6,510 7.5	6,205 -4.7	6,027 -2.9	5,800 -3.8	5,902 1.8

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.
Per cent change from previous quarter at quarterly rates is given on the second line.
Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2002 I	2002 II	2002 III	2002 IV	2003 I	2003 II	2003 III	2003 IV
20. Electrical and Electronic Products	7,295 16.0	7,822 7.2	7,896 0.9	8,167 3.4	8,221 0.7	7,866 -4.3	7,389 -6.1	7,481 1.2
21. Transportation Equipment	18,329 2.6	18,445 0.6	19,094 3.5	18,068 -5.4	18,237 0.9	18,099 -0.8	18,315 1.2	18,945 3.4
22. Auto Industry (Vehicles & Parts)	16,588 2.9	17,001 2.5	17,741 4.4	17,027 -4.0	17,224 1.2	17,047 -1.0	17,315 1.6	17,867 3.2
23. Other Transportation Equipment	1,741 0.5	1,444 -17.0	1,353 -6.3	1,041 -23.0	1,013 -2.7	1,052 3.8	1,000 -5.0	1,078 7.9
24. Other Manufacturing	3,961 4.7	4,006 1.1	4,235 5.7	4,312 1.8	4,326 0.3	4,297 -0.7	4,128 -3.9	4,064 -1.5
25. Services Producing Industries	284,074 1.1	287,079 1.1	289,178 0.7	290,256 0.4	292,303 0.7	293,326 0.4	293,927 0.2	297,422 1.2
26. Wholesale Trade	26,593 1.9	27,326 2.8	27,295 -0.1	27,930 2.3	28,516 2.1	28,473 -0.1	28,004 -1.6	29,221 4.3
27. Retail Trade	22,167 3.4	22,139 -0.1	22,371 1.0	22,919 2.5	23,139 1.0	23,035 -0.5	23,110 0.3	22,757 -1.5
28. Transportation and Warehousing	16,976 -0.7	16,856 -0.7	16,560 -1.8	16,157 -2.4	16,410 1.6	16,482 0.4	16,727 1.5	17,321 3.6
29. Information & Culture (including Telecommunications)	17,961 0.2	17,828 -0.7	17,705 -0.7	17,520 -1.0	17,862 1.9	18,109 1.4	18,115 0.0	18,240 0.7
30. Finance, Insurance, Real Estate, Rental & Leasing	89,029 0.4	90,081 1.2	89,599 -0.5	88,878 -0.8	89,378 0.6	91,073 1.9	92,215 1.3	93,243 1.1
31. Professional and Administrative Services	30,568 3.2	31,445 2.9	32,445 3.2	33,186 2.3	33,140 -0.1	33,075 -0.2	32,688 -1.2	32,282 -1.2
32. Education	17,060 0.5	17,373 1.8	17,553 1.0	17,648 0.5	17,524 -0.7	17,495 -0.2	17,465 -0.2	17,732 1.5
33. Health Care and Social Services	22,015 1.0	22,213 0.9	22,312 0.4	22,392 0.4	22,766 1.7	22,885 0.5	23,288 1.8	23,568 1.2
34. Arts, Entertainment & Recreation	3,782 -1.4	3,970 5.0	3,812 -4.0	3,771 -1.1	3,886 3.0	3,981 2.4	4,012 0.8	4,162 3.7
35. Accommodation and Food	8,810 1.7	8,856 0.5	8,900 0.5	8,889 -0.1	8,579 -3.5	7,895 -8.0	7,919 0.3	8,066 1.9
36. Other Services	9,574 1.8	9,733 1.7	10,007 2.8	10,057 0.5	10,020 -0.4	9,892 -1.3	9,803 -0.9	9,962 1.6
37. Public Administration	19,698 -0.2	19,409 -1.5	20,753 6.9	21,029 1.3	21,211 0.9	21,068 -0.7	20,726 -1.6	21,020 1.4
38. Total Production	408,695 1.8 7.2	413,239 1.1 4.5	416,389 0.8 3.1	417,452 0.3 1.0	420,609 0.8 3.1	419,500 -0.3 -1.1	418,651 -0.2 -0.8	425,680 1.7 6.9

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Goods Producing Industries	127,393 -0.7	129,273 1.5	132,690 2.6	132,916 0.2	133,126 0.2	132,233 -0.7	133,242 0.8	133,266 0.0
2. Primary	7,330 0.6	7,444 1.6	7,489 0.6	7,564 1.0	7,641 1.0	7,805 2.2	7,821 0.2	7,632 -2.4
3. Agriculture, Forestry, Fishing & Hunting	4,515 0.5	4,518 0.1	4,506 -0.3	4,579 1.6	4,701 2.6	4,891 4.1	5,015 2.5	5,035 0.4
4. Mining	2,803 0.9	2,917 4.1	2,978 2.1	2,983 0.1	2,945 -1.2	2,917 -1.0	2,837 -2.7	2,622 -7.6
5. Utilities	9,692 3.0	9,615 -0.8	10,111 5.2	10,707 5.9	10,628 -0.7	10,248 -3.6	10,374 1.2	10,294 -0.8
6. Electric Power	7,703 2.6	7,608 -1.2	8,038 5.6	8,599 7.0	8,401 -2.3	8,065 -4.0	8,102 0.5	8,053 -0.6
7. Natural Gas, Water and Other	2,057 5.3	2,090 1.6	2,175 4.1	2,229 2.5	2,227 -0.1	2,183 -2.0	2,273 4.1	2,242 -1.4
8. Construction	22,483 -3.1	22,130 -1.6	22,388 1.2	22,322 -0.3	22,249 -0.3	22,555 1.4	22,858 1.3	23,100 1.1
9. Residential Buildings	9,186 -4.0	9,191 0.1	9,572 4.1	9,392 -1.9	9,287 -1.1	9,457 1.8	9,504 0.5	9,392 -1.2
10. Non-Residential Buildings and Engineering	13,298 -2.4	12,939 -2.7	12,816 -0.9	12,930 0.9	12,952 0.2	13,090 1.1	13,341 1.9	13,689 2.6
11. Manufacturing	87,887 -0.5	90,084 2.5	92,702 2.9	92,324 -0.4	92,757 0.5	91,714 -1.1	92,143 0.5	92,170 0.0
12. Food, Beverage, & Tobacco Products	9,942 1.1	10,117 1.8	10,375 2.6	10,303 -0.7	10,347 0.4	10,435 0.8	10,555 1.2	10,332 -2.1
13. Textile, Clothing, & Leather Products	1,695 -5.6	1,660 -2.1	1,594 -4.0	1,516 -4.9	1,518 0.1	1,430 -5.8	1,388 -2.9	1,372 -1.2
14. Wood Products and Furniture	5,000 -0.8	5,069 1.4	5,174 2.1	5,400 4.4	5,483 1.5	5,499 0.3	5,539 0.7	5,555 0.3
15. Paper Products and Printing	6,497 -3.8	6,496 -0.0	6,596 1.5	6,420 -2.7	6,430 0.2	6,428 -0.0	6,586 2.4	6,470 -1.8
16. Chemical and Petroleum Products	8,967 1.4	9,042 0.8	9,460 4.6	9,438 -0.2	9,212 -2.4	9,117 -1.0	8,909 -2.3	8,416 -5.5
17. Plastic and Rubber Products	5,979 0.5	6,088 1.8	6,181 1.5	6,237 0.9	6,231 -0.1	6,122 -1.7	6,099 -0.4	6,318 3.6
18. Primary Metal & Fabricated Metal Products	12,704 -4.4	13,346 5.1	13,954 4.6	13,881 -0.5	13,989 0.8	13,886 -0.7	13,332 -4.0	13,387 0.4
19. Machinery	5,844 -1.0	5,996 2.6	6,223 3.8	6,177 -0.7	6,466 4.7	6,418 -0.7	6,364 -0.8	6,710 5.4

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
20. Electrical and Electronic Products	7,602 1.6	7,992 5.1	8,431 5.5	8,429 -0.0	8,783 4.2	8,736 -0.5	8,671 -0.7	8,468 -2.3
21. Transportation Equipment	19,210 1.4	19,596 2.0	20,040 2.3	19,853 -0.9	19,667 -0.9	19,274 -2.0	20,111 4.3	20,658 2.7
22. Auto Industry (Vehicles & Parts)	18,058 1.1	18,337 1.5	18,689 1.9	18,318 -2.0	18,211 -0.6	17,909 -1.7	18,682 4.3	19,105 2.3
23. Other Transportation Equipment	1,152 6.8	1,259 9.3	1,350 7.3	1,535 13.7	1,459 -5.0	1,431 -1.9	1,448 1.2	1,462 1.0
24. Other Manufacturing	4,041 -0.6	4,304 6.5	4,319 0.3	4,352 0.8	4,384 0.7	4,182 -4.6	4,379 4.7	4,213 -3.8
25. Services Producing Industries	299,534 0.7	302,513 1.0	303,140 0.2	304,488 0.4	307,099 0.9	310,378 1.1	313,200 0.9	314,975 0.6
26. Wholesale Trade	28,963 -0.9	30,143 4.1	30,336 0.6	30,699 1.2	30,938 0.8	31,694 2.4	31,814 0.4	32,240 1.3
27. Retail Trade	23,236 2.1	23,394 0.7	23,952 2.4	24,352 1.7	24,610 1.1	24,769 0.6	24,776 0.0	24,883 0.4
28. Transportation and Warehousing	17,264 -0.3	17,356 0.5	17,405 0.3	17,406 0.0	17,679 1.6	17,941 1.5	18,382 2.5	18,479 0.5
29. Information & Culture (including Telecommunications)	18,173 -0.4	18,337 0.9	18,142 -1.1	18,006 -0.7	18,148 0.8	18,391 1.3	18,805 2.3	18,766 -0.2
30. Finance, Insurance, Real Estate, Rental & Leasing	93,992 0.8	94,826 0.9	94,856 0.0	95,169 0.3	96,549 1.4	97,373 0.9	98,695 1.4	99,230 0.5
31. Professional and Administrative Services	32,777 1.5	33,387 1.9	33,470 0.2	33,616 0.4	33,517 -0.3	34,125 1.8	34,118 -0.0	34,134 0.0
32. Education	17,970 1.3	18,149 1.0	17,552 -3.3	17,739 1.1	18,280 3.0	18,652 2.0	18,815 0.9	18,829 0.1
33. Health Care and Social Services	23,633 0.3	23,548 -0.4	23,859 1.3	23,821 -0.2	23,679 -0.6	23,981 1.3	24,337 1.5	24,438 0.4
34. Arts, Entertainment & Recreation	4,081 -2.0	4,050 -0.7	4,000 -1.2	3,941 -1.5	3,946 0.1	3,966 0.5	4,014 1.2	4,106 2.3
35. Accommodation and Food	8,137 0.9	8,234 1.2	8,266 0.4	8,423 1.9	8,425 0.0	8,344 -1.0	8,268 -0.9	8,366 1.2
36. Other Services	10,057 1.0	10,055 -0.0	9,995 -0.6	10,089 0.9	10,129 0.4	10,160 0.3	10,197 0.4	10,157 -0.4
37. Public Administration	21,420 1.9	21,220 -0.9	21,506 1.3	21,440 -0.3	21,446 0.0	21,536 0.4	21,530 -0.0	21,838 1.4
38. Total Production	426,916 0.3	431,724 1.1	435,718 0.9	437,255 0.4	440,175 0.7	442,824 0.6	446,519 0.8	448,013 0.3
	1.2	4.6	3.8	1.4	2.7	2.4	3.4	1.3

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2002	2003	2004	2005
1. Goods Producing Industries	126,216 2.9	126,822 0.5	130,568 3.0	132,967 1.8
2. Primary	7,365 -3.0	7,191 -2.4	7,457 3.7	7,725 3.6
3. Agriculture, Forestry, Fishing & Hunting	4,401 -0.4	4,468 1.5	4,530 1.4	4,910 8.4
4. Mining	2,959 -6.7	2,712 -8.3	2,920 7.7	2,830 -3.1
5. Utilities	10,208 5.9	9,891 -3.1	10,031 1.4	10,386 3.5
6. Electric Power	8,120 4.2	7,760 -4.4	7,987 2.9	8,155 2.1
7. Natural Gas, Water and Other	2,124 11.8	2,165 1.9	2,138 -1.3	2,231 4.4
8. Construction	21,362 6.3	22,326 4.5	22,331 0.0	22,691 1.6
9. Residential Buildings	8,588 9.6	8,977 4.5	9,335 4.0	9,410 0.8
10. Non-Residential Buildings and Engineering	12,774 4.3	13,350 4.5	12,996 -2.7	13,268 2.1
11. Manufacturing	87,281 2.3	87,414 0.2	90,749 3.8	92,196 1.6
12. Food, Beverage, & Tobacco Products	9,652 -1.0	9,675 0.2	10,184 5.3	10,417 2.3
13. Textile, Clothing, & Leather Products	1,865 -8.0	1,726 -7.4	1,616 -6.4	1,427 -11.7
14. Wood Products and Furniture	4,969 3.2	5,075 2.1	5,161 1.7	5,519 6.9
15. Paper Products and Printing	6,534 0.1	6,617 1.3	6,502 -1.7	6,479 -0.4
16. Chemical and Petroleum Products	8,614 6.5	8,631 0.2	9,227 6.9	8,913 -3.4
17. Plastic and Rubber Products	6,014 8.7	6,009 -0.1	6,121 1.9	6,193 1.2
18. Primary Metal & Fabricated Metal Products	12,961 6.1	13,072 0.9	13,471 3.1	13,648 1.3
19. Machinery	6,083 1.2	5,984 -1.6	6,060 1.3	6,490 7.1

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 14***Millions of chained (1997) dollars*

	2002	2003	2004	2005
20. Electrical and Electronic Products	7,795 -3.3	7,739 -0.7	8,114 4.8	8,664 6.8
21. Transportation Equipment	18,484 2.2	18,399 -0.5	19,675 6.9	19,928 1.3
22. Auto Industry (Vehicles & Parts)	17,089 4.4	17,363 1.6	18,351 5.7	18,477 0.7
23. Other Transportation Equipment	1,395 -18.4	1,036 -25.8	1,324 27.8	1,450 9.5
24. Other Manufacturing	4,128 5.1	4,204 1.8	4,254 1.2	4,289 0.8
25. Services Producing Industries	287,647 2.9	294,244 2.3	302,419 2.8	311,413 3.0
26. Wholesale Trade	27,286 3.0	28,554 4.6	30,035 5.2	31,671 5.4
27. Retail Trade	22,399 7.3	23,010 2.7	23,734 3.1	24,759 4.3
28. Transportation and Warehousing	16,637 0.1	16,735 0.6	17,358 3.7	18,121 4.4
29. Information & Culture (including Telecommunications)	17,753 2.7	18,082 1.8	18,165 0.5	18,528 2.0
30. Finance, Insurance, Real Estate, Rental & Leasing	89,397 2.4	91,477 2.3	94,711 3.5	97,962 3.4
31. Professional and Administrative Services	31,911 4.2	32,796 2.8	33,313 1.6	33,974 2.0
32. Education	17,409 2.0	17,554 0.8	17,853 1.7	18,644 4.4
33. Health Care and Social Services	22,233 2.5	23,127 4.0	23,715 2.5	24,109 1.7
34. Arts, Entertainment & Recreation	3,834 1.6	4,010 4.6	4,018 0.2	4,008 -0.2
35. Accommodation and Food	8,864 1.0	8,115 -8.4	8,265 1.8	8,351 1.0
36. Other Services	9,843 4.3	9,919 0.8	10,049 1.3	10,161 1.1
37. Public Administration	20,222 2.8	21,006 3.9	21,396 1.9	21,587 0.9
38. Total Production	413,944 2.9	421,110 1.7	432,903 2.8	444,383 2.7

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics@fin.gov.on.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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July 2006

First Quarter of 2006

(January, February, March)

Ontario Economic Accounts



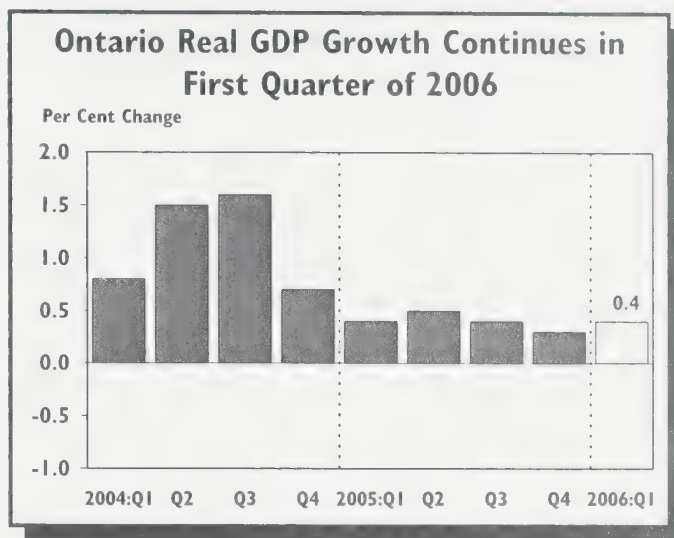
Ontario Ministry of Finance

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FIRST QUARTER HIGHLIGHTS: JANUARY-MARCH 2006

- Ontario's **real Gross Domestic Product** grew by 0.4% (1.7% annual rate) in the first (January to March) quarter of 2006, up slightly from a 0.3% (1.2% annual rate) pace in the final quarter of 2005. Ontario's economic growth was below that of Canada, which advanced 0.9%, and the U.S., which grew by 1.4% in the first quarter.



- The increase in first quarter real GDP reflected positive contributions from consumer spending, residential construction and business investment spending. **Final domestic demand** continued to outpace GDP growth, advancing by 0.7%. **Net trade** dampened economic growth as exports were essentially unchanged while imports grew modestly.
- Real consumer spending** advanced by 0.3% in the first quarter of 2006, the slowest rate of growth since mid-2004. The slowdown in spending growth reflects weak growth in durable spending and a 1.7% decline in non-durable spending. Consumers cut back on a number of non-durable commodities, including tobacco purchases, as well as energy related products such as motor fuels and lubricants. The mild winter weather also resulted in reduced consumption of natural gas and electricity in the quarter.
- Real residential construction** spending rebounded in the first quarter, jumping 3.1%, its strongest gain in a year and a half. A 5.5% rise in new housing construction, encouraged by unseasonably mild winter weather, provided most of the support for overall housing market investment gains.
- Real machinery and equipment investment** spending continued to climb in the first quarter, rising 1.4%, following a robust 3.1% fourth quarter advance. **Real non-residential construction** grew a solid 1.9%, following a 2.1% rise in the previous quarter.
- Ontario businesses continued adding to **inventories** in the first quarter of 2006, but at a slower pace than in 2005. Inventory accumulation slowed to \$4.2 billion (\$1997), down from a \$4.7 billion build-up in the fourth quarter of 2005.

- Ontario's **real exports** remained essentially unchanged in the first quarter, after growing 1.1% in the final quarter of 2005. Weaker automotive and consumer product exports accounted for most of the export slowdown. **Real imports** grew by a modest 0.4%, following two quarters of solid growth averaging just over 3.2%. Automotive imports were noticeably weaker, declining for the first time since the first quarter of 2005.
- With import growth outpacing that of exports, Ontario's real **net trade surplus** narrowed by \$1.3 billion (\$1997 dollars) to \$30.2 billion (\$1997 dollars) in the first quarter of 2006. The deterioration in net trade reduced real GDP growth by 0.3 percentage points in the quarter.
- In **current dollars**, **GDP** grew by 0.6% in the first quarter, double the 0.3% pace in the fourth quarter of 2005. Economy-wide prices as measured by the **GDP implicit price index** increased by 0.2%, following no change (0.0%) in the previous quarter.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2004	2005	2005q2	2005q3	2005q4	2006q1
Real GDP (Chained \$ 1997)	3.1	2.8	0.5	0.4	0.3	0.4
(annualized rate)			1.8	1.8	1.2	1.7
Personal spending	3.1	3.5	0.6	0.6	1.4	0.3
Government spending	3.1	3.7	1.0	0.5	1.8	0.7
Residential construction	3.5	0.8	-0.2	1.6	-2.4	3.1
Non-residential construction	-1.0	-1.1	-2.8	-1.4	2.1	1.9
Machinery & equipment	8.9	11.0	1.4	5.6	3.1	1.4
Final Domestic Demand	3.4	3.7	0.6	1.0	1.4	0.7
Exports	5.8	2.7	-0.8	2.1	1.1	0.0
Imports	7.2	4.7	-0.9	3.2	3.3	0.4
Business inventories (Chained \$1997 billions)	3.3	5.1	5.0	5.1	4.7	4.2
Nominal GDP (\$ Current)	5.2	4.1	0.6	1.3	0.3	0.6
Corporation profits	13.7	-0.4	-1.9	-1.8	-0.5	-3.0
Personal income	4.5	4.7	1.4	1.5	1.0	1.6
Disposable income	4.1	3.7	1.2	1.5	0.9	1.7
Implicit price index, GDP	2.0	1.3	0.2	0.8	0.0	0.2

Estimates for the 2002-2005 period reflect Statistics Canada's release of the preliminary Provincial Economic Accounts (PEA) as well as subsequent revisions to the National Income and Expenditure Accounts (NIEA). Complete historical tables of the new revised estimates are available on request by e-mailing Macroeconomics@fin.gov.on.ca.

DEMAND AND INCOMES

CONSUMER SPENDING GROWTH MODERATES IN FIRST QUARTER

Real consumer spending grew by 0.3% in the first quarter of 2006. A 1.7% decline in real non-durable spending was a major source of the weaker household spending. Lower food store and tobacco purchases as well as a drop in energy related products such as gasoline were behind the decline in the overall non-durable category. The mild winter weather also resulted in reduced consumption of natural gas and electricity, which both declined for the second consecutive quarter.

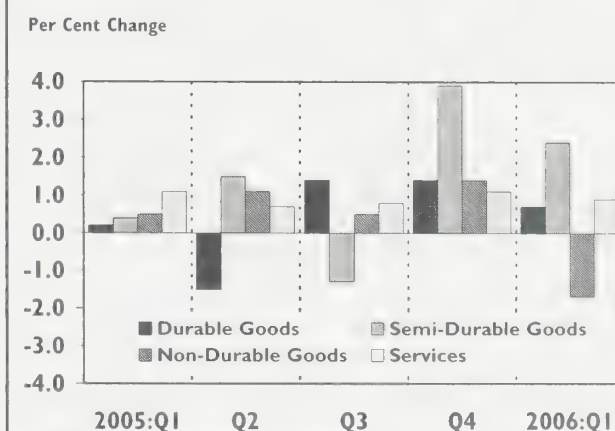
Clothing purchases continued to grow solidly in the first quarter, pushing semi-durable spending up by 2.4%, following a strong 3.9% gain in the fourth quarter of 2005.

Real spending on durable goods advanced 0.7% in the first quarter, following a robust 1.4% increase in the fourth quarter of 2005. Much of the growth in durable spending was due to increased purchases of furniture and appliances.

Real consumer spending on services increased by 0.9% in the first quarter, slightly slower than the 1.1% advance in the fourth quarter of 2005.

Personal disposable income grew 1.7% in the first quarter, following a 0.9% increase in the final quarter of 2005. Labour income, the largest component of household income, increased by 0.9%, slowing from a 1.1% pace in the final quarter of 2005.

Real Consumer Spending Growth Moderates

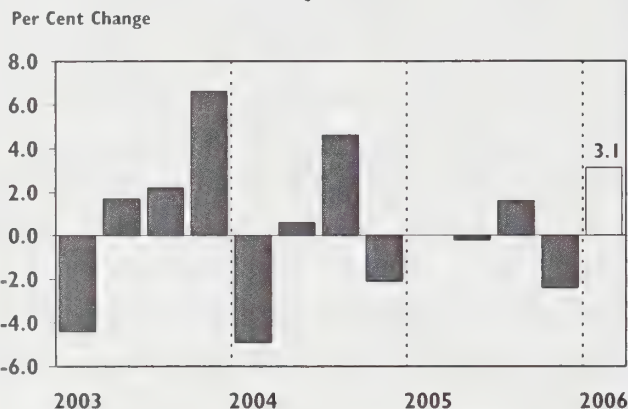


RESIDENTIAL CONSTRUCTION SPENDING REBOUNDS IN FIRST QUARTER

Real residential construction investment rebounded in the first quarter, jumping 3.1%, its strongest gain in a year and a half. A 5.5% rise in new housing construction, spurred on by unseasonably mild winter weather, provided most of the support for overall housing market investment gains. Ontario housing starts surged 11.8% to 83,500 units (annual rate) over the January to March period.

A second consecutive quarter of increased renovation activity, up 1.6% in the first quarter, also contributed to the strong overall housing market growth.

Residential Construction Rebounds in First Quarter



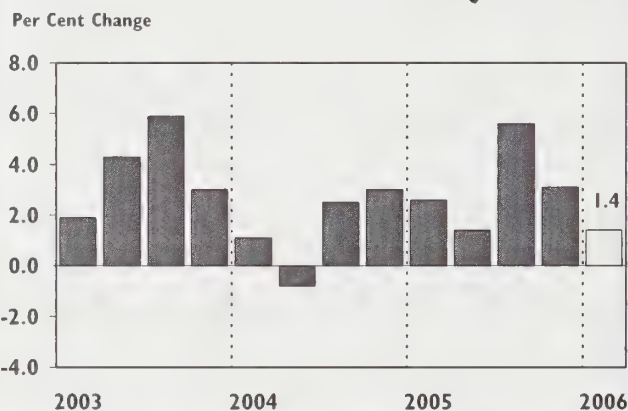
BUSINESS INVESTMENT SPENDING CONTINUES TO INCREASE

Capital spending by the business sector remained a major source of growth for the economy, advancing 1.5% in the first quarter of 2006, the seventh consecutive quarterly gain.

Real machinery and equipment investment spending continued to climb, rising 1.4%, following a robust 3.1% fourth quarter advance. The composition of investment growth was broad-based with rising purchases of cars and trucks, industrial machinery, telecommunications equipment, computers and other office equipment.

Business investment was also boosted by solid growth in **real non-residential construction** which advanced 1.9% in the first quarter of 2006, following a 2.1% rise in the previous quarter.

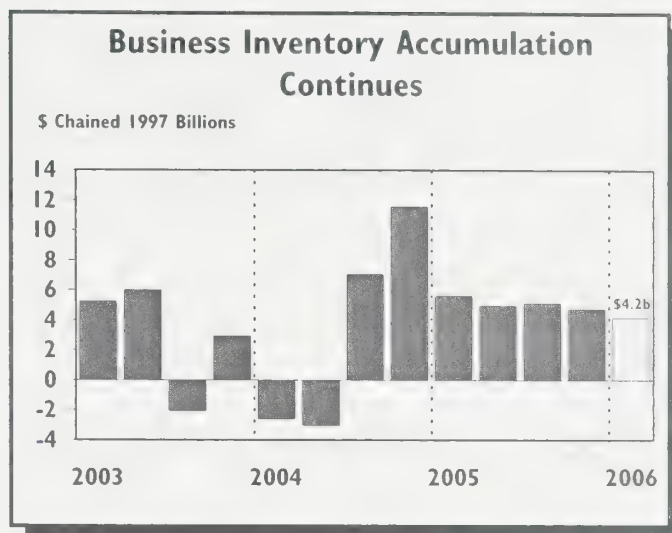
Machinery and Equipment Investment Continues To Grow In First Quarter



Ontario **pre-tax corporate profits** fell 3.0% in the first quarter of 2006. With a downward revision to the estimate of profits in 2005, pre-tax corporate earnings in Ontario are now 10.0% below their peak level in the fourth quarter of 2004.

INVENTORY ACCUMULATION SLOWS

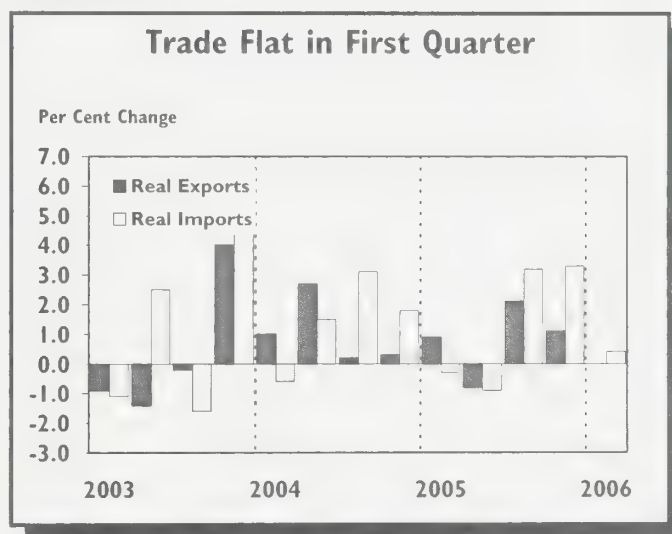
Ontario businesses continued adding to **inventories** in the first quarter of 2006, but the pace slowed from the previous quarter. Inventory stocks increased by an annualized \$4.2 billion (\$1997), down from the \$4.7 billion build-up in the fourth quarter of 2005. The first quarter increase in inventories was concentrated at the manufacturing and retail trade levels.



EXPORTS AND IMPORTS WEAKEN IN FIRST QUARTER

Real exports were little changed in the first quarter of 2006, following average growth of 1.6% a quarter in the second half of 2005. The 17.6% appreciation of the Canadian dollar since the end of 2004, from 62.7 cents to 86.6 cents against the U.S. dollar, has made it more difficult for Ontario's export-oriented manufacturing sector to compete.

Weaker first quarter automotive and consumer product exports accounted for most of the export slowdown.



Real imports grew by a modest 0.4% in the first quarter, following two quarters of solid growth averaging just over 3.2%. The first quarter slowdown in consumer spending was the major factor limiting import growth. Automotive imports were noticeably weaker, declining for the first time since the first quarter of 2005.

With import growth outpacing that of exports, Ontario's real **net trade surplus** narrowed by \$1.3 billion (\$1997 dollars) to \$30.2 billion (\$1997 dollars) in the first quarter of 2006. The deterioration in net trade was the largest source of weakness for first quarter economic growth, reducing real GDP growth by 0.3 percentage points.

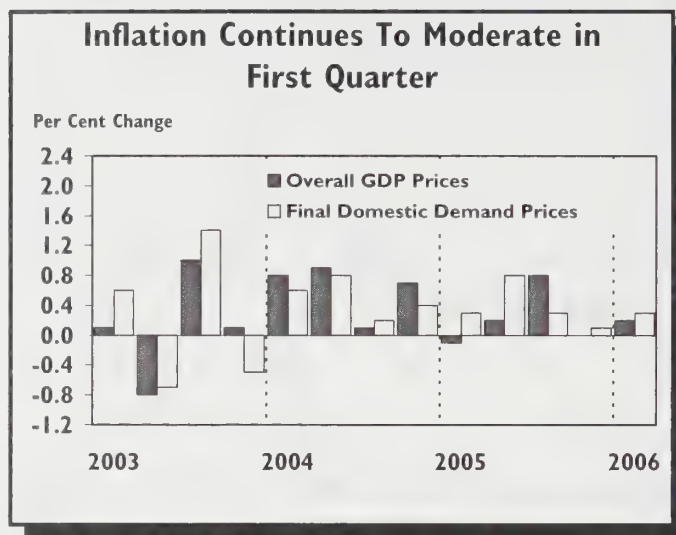
GDP INFLATION REMAINS MODEST IN FIRST QUARTER

Economy-wide prices as measured by the **GDP implicit price index** rose 0.2% in the first quarter following no change (0.0%) in the final quarter of 2005. Due in part to the continued dampening effect of the strong Canadian dollar, the implicit price for Ontario's final domestic demand was held to a modest 0.3% in the first quarter.

Import prices fell 0.5% in the first quarter, the third consecutive quarterly decline. Falling import prices continued to benefit both consumers and businesses as consumer prices increased by a modest 0.3%, while machinery and equipment prices fell by 1.1%.

Export prices were also lower in the first quarter, dropping 0.7%, the third consecutive quarter of declining export prices. This has contributed to the weakness in profits.

Strong demand put upward pressure on Ontario's construction prices, with the price of residential construction up 0.5% while non-residential construction prices increased 0.7%.



ONTARIO PRODUCTION BY INDUSTRY

INDUSTRIAL PRODUCTION IN JANUARY-MARCH QUARTER OF 2006

Industrial output advanced by 0.5% in the first quarter of 2006 (2.2% annualized), accelerating modestly from a 0.4% pace in the fourth quarter of 2005. Service sector output led growth, rising 1.0%, while production of the goods-producing sector fell by 0.7%.

The wholesale trade sector (+3.5%) contributed nearly half of the economy's first quarter growth, while the financial (+0.9%), construction (+1.9%) and professional and administrative services (+1.0%) sectors also posted significant gains.

Manufacturing sector output fell 1.3% as auto industry output fell 4.6%. The utilities (-1.3%) and primary (-0.5%) sectors also reduced output levels in the first quarter.

ONTARIO OUTPUT BY SECTOR

(% change from previous period, chained \$1997)

	2004	2005	2005q2	2005q3	2005q4	2006q1
Goods Sector	3.0	2.2	-0.4	0.8	0.0	-0.7
Primary Industries	3.7	0.6	1.0	-0.4	-4.3	-0.5
Utilities	1.4	2.6	-3.9	0.9	-1.1	-1.3
Construction	0.0	1.5	1.4	1.3	1.0	1.9
Manufacturing	3.8	2.4	-0.6	0.8	0.3	-1.3
Of which: Auto Industry	5.7	3.3	-0.6	5.3	3.2	-4.6
Service Sector	2.8	3.2	1.2	1.0	0.6	1.0
Wholesale Trade	5.2	7.3	3.1	1.0	2.0	3.5
Retail Trade	3.1	3.8	0.4	-0.2	0.2	0.5
Transportation and Warehousing	3.7	3.4	1.1	2.1	0.1	0.6
Information and Cultural Industries	0.5	3.7	2.0	2.9	0.5	0.6
Finance, Insurance, Real Estate	3.5	3.4	1.0	1.4	0.6	0.9
Public Administration	1.9	2.1	0.7	0.3	1.7	0.2
Ontario Output at Basic Prices	2.8	2.9	0.7	0.9	0.4	0.5
(annualized rates)			2.8	3.7	1.7	2.2

Note: Ontario output by sector is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products

MANUFACTURING OUTPUT DECLINES

Manufacturing output fell 1.3% in the first quarter of 2006, following a gain of 0.3% in the previous quarter. Following strong growth through the first half of 2004, manufacturing output has leveled off for the past six quarters.

Seven of the eleven manufacturing industries included in the Ontario Economic Accounts, representing 70% of the sector's production, reduced their output in the first quarter.

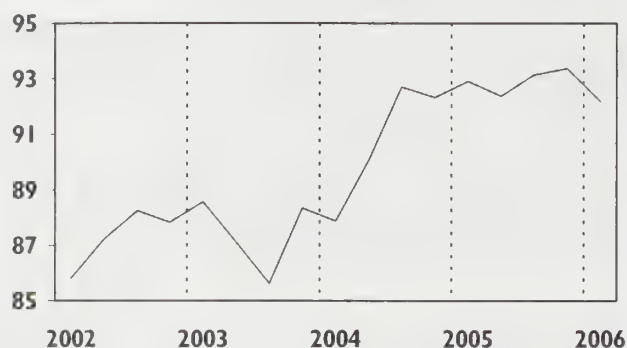
The auto sector's output fell 4.6% and accounted for most of the overall manufacturing setback. The decline followed two quarters of robust growth during which production reached back-to-back record levels. Auto manufacturers cut output of both vehicles (-6.8%) and parts (-2.4%) in the first quarter.

Output also declined in the metal products (-3.2%), paper products and printing (-1.4%) and chemical and petroleum products (-1.2%) industries.

These declines were offset in part by higher output in electrical and electronic products (+2.2%) and other manufacturing (+4.8%), which includes gypsum and cement products.

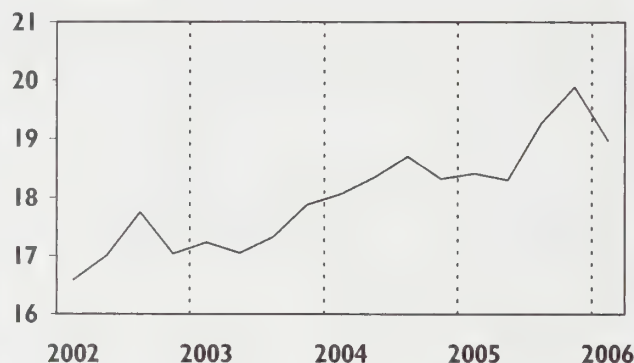
Manufacturing Down in First Quarter

\$ 1997 Billions



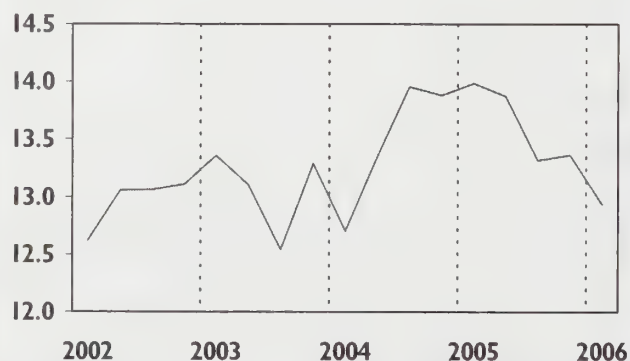
Auto Industry Output Falls

\$ 1997 Billions



Lower Metal Products Output

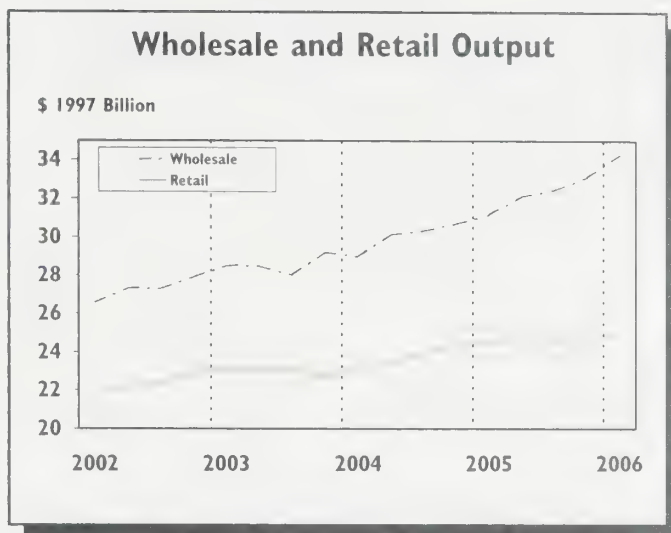
\$ 1997 Billions



WHOLESALE AND RETAIL TRADE BOTH UP

Wholesaling activity led overall growth in the first quarter, jumping 3.5%. This marked the sector's eighth consecutive quarter of production increases. First quarter growth in wholesale output was led by motor vehicle wholesalers and, to a lesser degree, by home and personal products wholesalers. Sales were higher in ten out of 15 wholesale store categories representing nearly 90% of the sector.

Retail sector output also advanced in the first quarter, up 0.5%. Higher activity in clothing, building materials and hardware stores offset lower volumes for food and beverage stores and by gasoline stations.

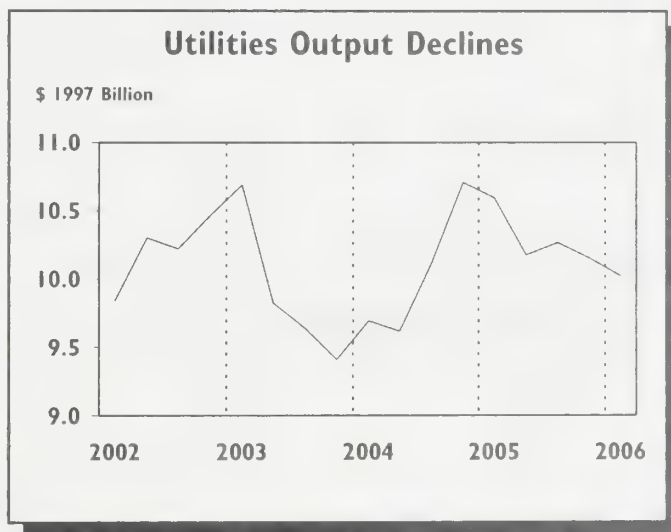


RESOURCES, UTILITIES AND CONSTRUCTION

Seasonally adjusted utilities output fell 1.3% in the first quarter following a similar decline (-1.1%) in the fourth quarter. Production was reduced in the electric power industry (-1.7%) as mild winter weather limited the demand for energy.

Production in the agriculture, forestry, fishing and hunting sector fell 1.8% in the first quarter, erasing the gains posted in 2005. Mining output rose a modest 0.2%.

Strong first quarter growth in the residential construction industry (+3.3%) pushed the construction sector's overall output level up 1.9%, the fastest growth in four years. Output of the non-residential and engineering construction industries also rose in the first quarter, up 0.9%.

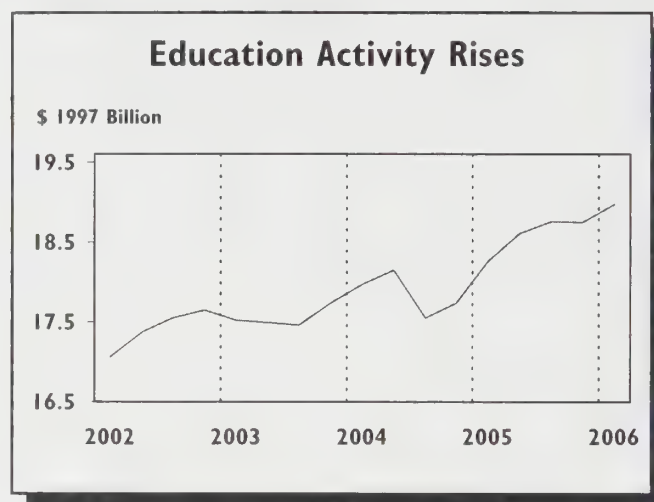


Note: Construction industry activity is measured by the value added of the industry. This is a different statistical measure than the construction investment spending estimates included as part of expenditure-based Gross Domestic Product.

EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

Education services output rose 1.2% in the first quarter, reaching a record level of \$19.0 billion, even though output was held back by a strike by staff at community colleges.

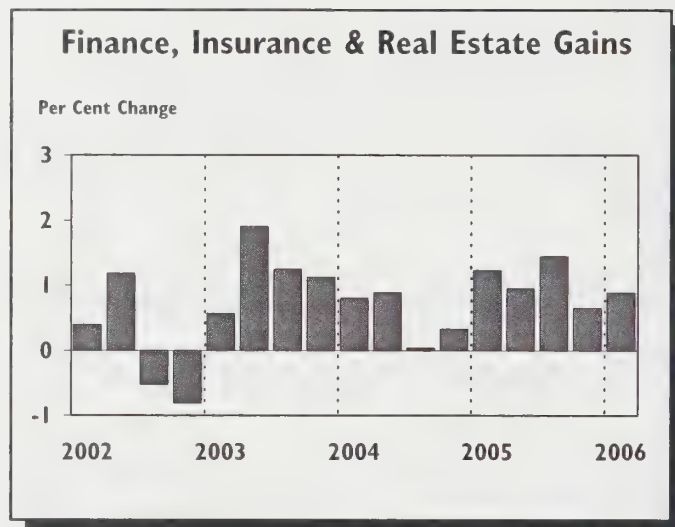
Production in the health care and social services sector grew 0.6% in the first quarter, up for a fourth consecutive quarter.



FINANCE, INSURANCE AND REAL ESTATE

Output growth by the finance, insurance and real estate sector accelerated to 0.9% in the first quarter, increasing for the thirteenth consecutive quarter and contributing more than one-third of the economy's overall first quarter growth.

The advance was led by higher activity in banking (+2.0%) and financial services (+1.7%), the latter having benefited from buoyant stock markets.



OTHER SERVICE SECTORS

Output by the professional and administrative services sector rose 1.0% in the first quarter. Most of the first quarter increase stemmed from a 1.7% rise in administrative services, where more than 6,000 jobs were created during the quarter.

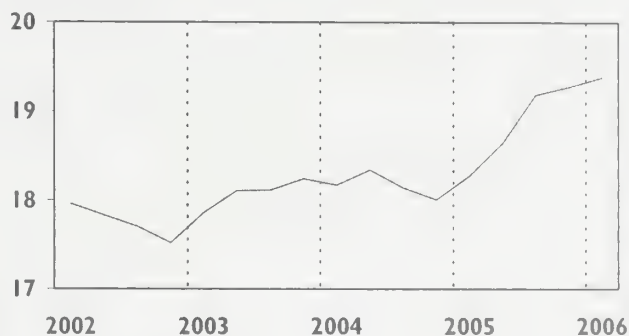
Output in the information and culture sector (which includes telecommunications) rose 0.6% in the first quarter following similar growth (+0.5%) in the fourth quarter.

The accommodation and food services sector increased its production by 1.2% in the first quarter. This was the fastest quarterly increase in more than a year for this sector.

The only significant service industry decline occurred in the arts, entertainment and recreation sector, where activity was down 1.8% in the first quarter following a jump of 2.3% in the fourth quarter.

Information & Cultural Services Grows

\$ 1997 Billion



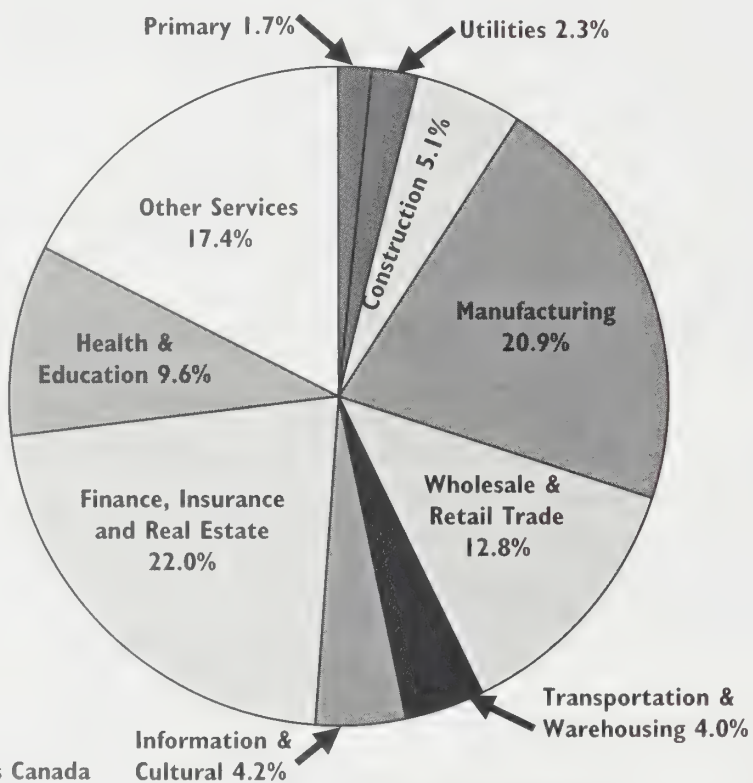
Accommodation & Food Services Output

\$ 1997 Billion



Structure of the Ontario Economy, 2005

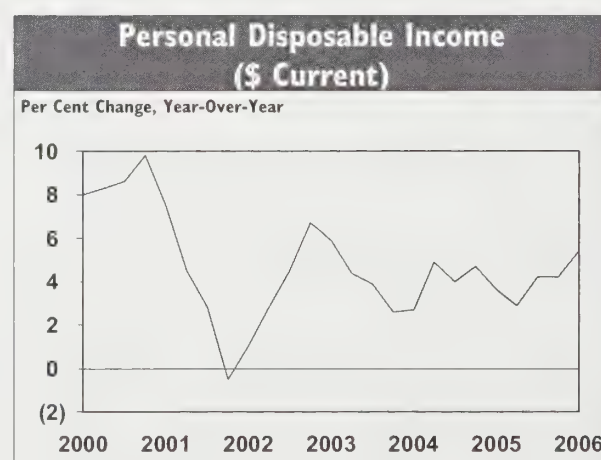
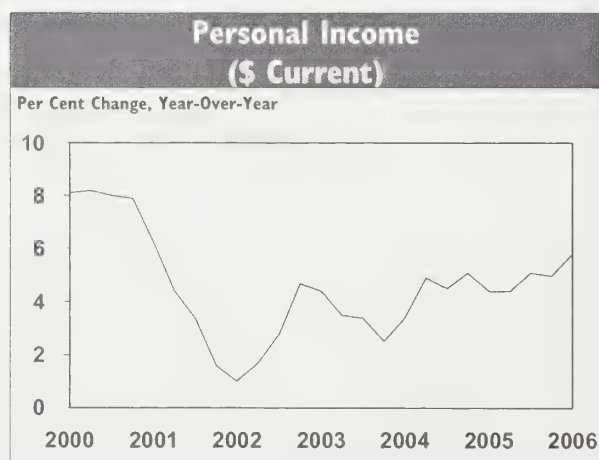
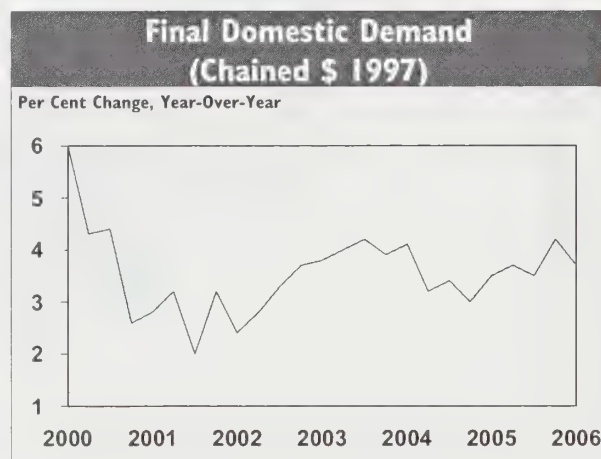
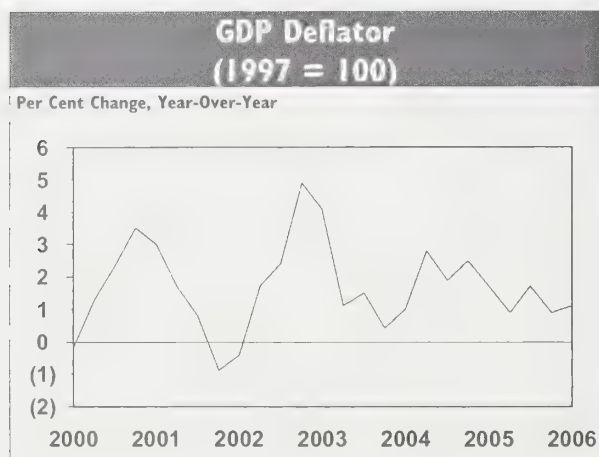
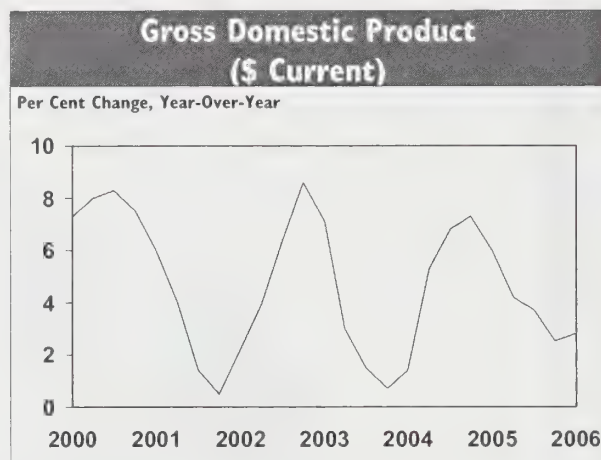
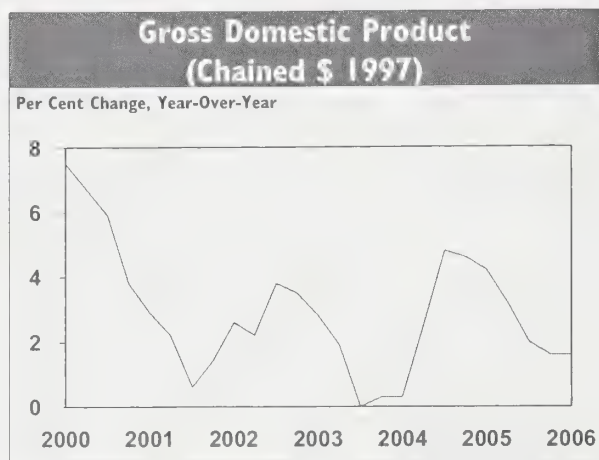
Per Cent Share of GDP



Source: Statistics Canada

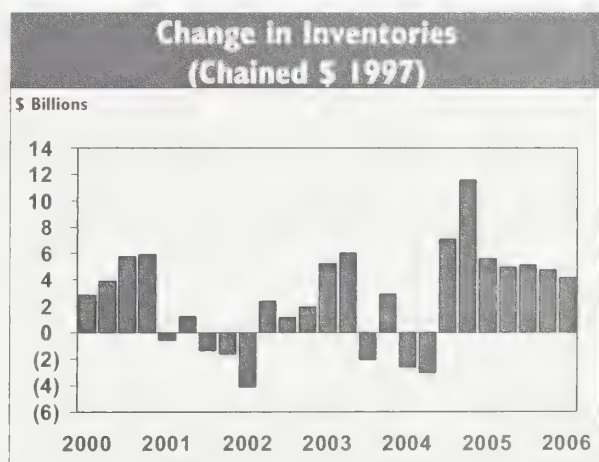
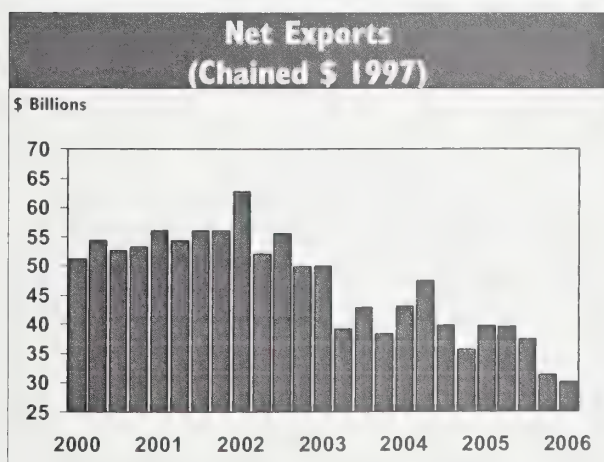
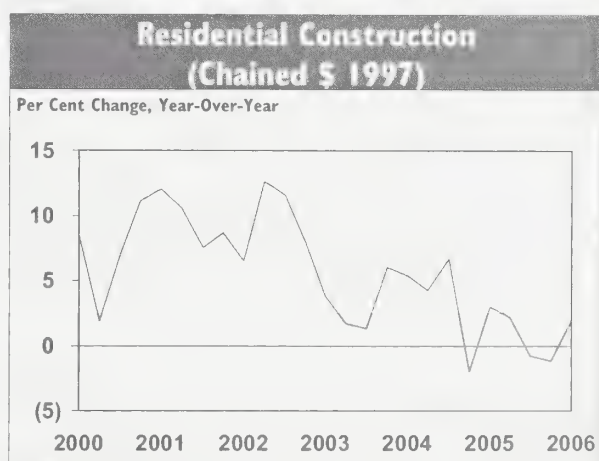
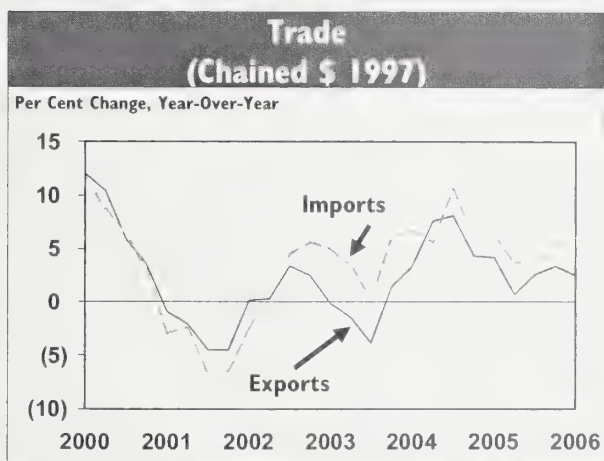
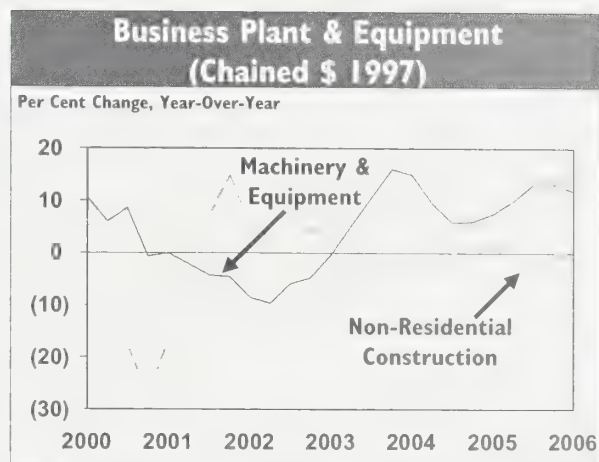
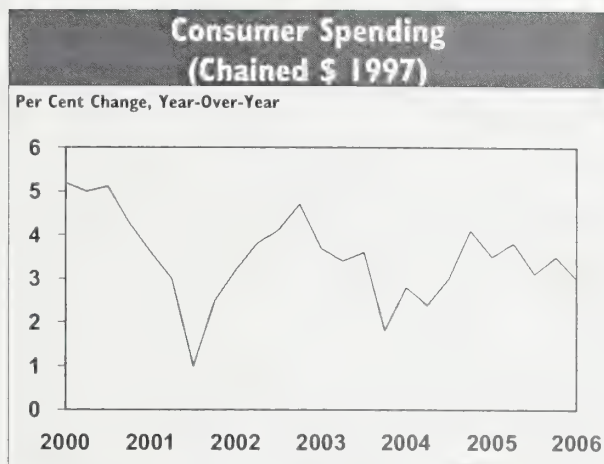
Ontario Economic Accounts: Summary charts

(2000:I - 2006:I)



Ontario Economic Accounts: Summary charts

(2000:I - 2006:I)



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics@fin.gov.on.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Wages, salaries and supplementary labour income (domestic basis)	259,416 1.1	260,677 0.5	262,615 0.7	266,335 1.4	270,034 1.4	273,352 1.2	275,882 0.9	278,145 0.8
2. Corporation profits before taxes	64,087 -5.8	55,891 -12.8	54,183 -3.1	53,334 -1.6	59,082 10.8	65,121 10.2	66,325 1.8	68,229 2.9
3. Interest and miscellaneous investment income	16,474 0.6	15,901 -3.5	16,440 3.4	15,886 -3.4	16,206 2.0	16,712 3.1	17,315 3.6	17,530 1.2
4. Net income of unincorporated business *	32,821 -0.5	32,566 -0.8	32,526 -0.1	32,678 0.5	33,367 2.1	34,075 2.1	34,438 1.1	34,796 1.0
5. Inventory valuation adjustment	1,903	4,982	935	-25	-2,492	-1,951	116	1,019
6. Indirect taxes less subsidies	60,235 1.0	59,928 -0.5	61,703 3.0	63,244 2.5	63,627 0.6	64,734 1.7	65,769 1.6	66,605 1.3
7. Capital consumption allowances	59,697 0.4	60,002 0.5	60,220 0.4	60,343 0.2	61,194 1.4	62,228 1.7	63,167 1.5	64,075 1.4
8. Statistical discrepancy	600	-1,716	972	2,582	1,116	-298	-299	4
9. Gross Domestic Product at market prices	495,233 0.8 3.4	488,231 -1.4 -5.5	489,594 0.3 1.1	494,377 1.0 4.0	502,134 1.6 6.4	513,973 2.4 9.8	522,713 1.7 7.0	530,403 1.5 6.0

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Wages, salaries and supplementary labour income (domestic basis)	281,693 1.3	285,815 1.5	289,819 1.4	293,732 1.4	296,391 0.9	- -	- -	- -
2. Corporation profits before taxes	65,981 -3.3	64,758 -1.9	63,616 -1.8	63,290 -0.5	61,406 -3.0	- -	- -	- -
3. Interest and miscellaneous investment income	17,475 -0.3	17,187 -1.6	17,655 2.7	18,299 3.6	17,672 -3.4	- -	- -	- -
4. Net income of unincorporated business *	35,044 0.7	35,346 0.9	35,607 0.7	35,780 0.5	36,169 1.1	- -	- -	- -
5. Inventory valuation adjustment	-418	-929	1,319	-514	643	-	-	-
6. Indirect taxes less subsidies	66,930 0.5	68,155 1.8	68,695 0.8	69,049 0.5	69,989 1.4	- -	- -	- -
7. Capital consumption allowances	64,138 0.1	64,446 0.5	64,954 0.8	65,503 0.8	66,263 1.2	- -	- -	- -
8. Statistical discrepancy	1,273	653	607	-1,414	-1,753	-	-	-
9. Gross Domestic Product at market prices	532,116 0.3 1.3	535,431 0.6 2.5	542,272 1.3 5.2	543,725 0.3 1.1	546,780 0.6 2.3	- - -	- - -	- - -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	274,558 1.1	275,019 0.2	279,175 1.5	278,647 -0.2	284,286 2.0	287,239 1.0	291,281 1.4	296,211 1.7
2. Durable goods	36,593 -1.0	36,478 -0.3	37,102 1.7	34,574 -6.8	35,373 2.3	35,394 0.1	36,281 2.5	37,649 3.8
3. Semi-durable goods	23,383 0.9	23,461 0.3	23,765 1.3	23,272 -2.1	23,844 2.5	24,037 0.8	24,471 1.8	24,525 0.2
4. Non-durable goods	64,309 3.6	63,121 -1.8	64,406 2.0	65,256 1.3	66,515 1.9	67,305 1.2	68,195 1.3	69,542 2.0
5. Services	150,274 0.6	151,960 1.1	153,902 1.3	155,546 1.1	158,554 1.9	160,503 1.2	162,334 1.1	164,495 1.3
6. Government expenditure on goods and services:	97,710 2.0	99,327 1.7	102,944 3.6	103,803 0.8	104,360 0.5	105,138 0.7	105,728 0.6	106,486 0.7
7. Current expenditure	84,998 1.0	86,526 1.8	90,056 4.1	90,744 0.8	91,593 0.9	92,380 0.9	92,920 0.6	93,459 0.6
8. Capital expenditure	12,712 8.9	12,801 0.7	12,888 0.7	13,059 1.3	12,767 -2.2	12,759 -0.1	12,808 0.4	13,028 1.7
9. Business gross fixed capital formation:	72,852 -0.7	73,067 0.3	75,937 3.9	78,330 3.2	77,789 -0.7	79,603 2.3	81,586 2.5	81,399 -0.2
10. Residential structures	28,865 -2.3	29,568 2.4	30,999 4.8	32,971 6.4	32,211 -2.3	33,252 3.2	34,771 4.6	34,457 -0.9
11. Non-residential structures	12,269 1.5	12,031 -1.9	12,011 -0.2	11,979 -0.3	12,306 2.7	12,624 2.6	12,867 1.9	13,024 1.2
12. Machinery and equipment	31,717 -0.0	31,469 -0.8	32,927 4.6	33,380 1.4	33,273 -0.3	33,727 1.4	33,948 0.7	33,918 -0.1
13. Exports of goods and services	322,001 -1.3	301,221 -6.5	300,435 -0.3	310,349 3.3	317,491 2.3	334,270 5.3	330,004 -1.3	321,825 -2.5
14. DEDUCT: Imports of goods and services	277,679 -1.2	268,409 -3.3	263,928 -1.7	275,640 4.4	277,749 0.8	290,108 4.4	291,520 0.5	285,727 -2.0
15. Value of physical change in inventories:	6,393	6,290	-3,997	1,471	-2,928	-2,467	5,336	10,212
16. Non-farm	6,724	6,582	-4,169	1,180	-3,104	-2,511	5,383	10,061
17. Farm	-332	-273	149	339	86	71	29	115
18. Government	1	-19	23	-49	90	-26	-77	37
19. Statistical discrepancy	-600	1,716	-972	-2,582	-1,116	298	299	-4
20. Gross Domestic Product at market prices	495,233 0.8 3.4	488,231 -1.4 -5.5	489,594 0.3 1.1	494,377 1.0 4.0	502,134 1.6 6.4	513,973 2.4 9.8	522,713 1.7 7.0	530,403 1.5 6.0
21. Final domestic demand	445,119 1.0	447,413 0.5	458,056 2.4	460,780 0.6	466,435 1.2	471,980 1.2	478,595 1.4	484,096 1.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	299,552 1.1	302,833 1.1	306,067 1.1	310,673 1.5	312,679 0.6	-	-	-
2. Durable goods	37,661 0.0	36,933 -1.9	37,532 1.6	38,005 1.3	38,189 0.5	-	-	-
3. Semi-durable goods	24,354 -0.7	24,768 1.7	24,482 -1.2	25,565 4.4	25,734 0.7	-	-	-
4. Non-durable goods	70,617 1.5	71,922 1.8	73,365 2.0	74,275 1.2	73,904 -0.5	-	-	-
5. Services	166,920 1.5	169,210 1.4	170,688 0.9	172,827 1.3	174,851 1.2	-	-	-
6. Government expenditure on goods and services:	109,228 2.6	111,979 2.5	113,078 1.0	115,223 1.9	116,631 1.2	-	-	-
7. Current expenditure	96,260 3.0	98,747 2.6	99,629 0.9	101,438 1.8	102,633 1.2	-	-	-
8. Capital expenditure	12,969 -0.5	13,232 2.0	13,449 1.6	13,785 2.5	13,998 1.5	-	-	-
9. Business gross fixed capital formation:	82,693 1.6	83,666 1.2	85,476 2.2	86,281 0.9	88,055 2.1	-	-	-
10. Residential structures	34,601 0.4	35,046 1.3	35,653 1.7	35,253 -1.1	36,538 3.6	-	-	-
11. Non-residential structures	13,282 2.0	13,107 -1.3	13,069 -0.3	13,489 3.2	13,843 2.6	-	-	-
12. Machinery and equipment	34,810 2.6	35,513 2.0	36,754 3.5	37,540 2.1	37,674 0.4	-	-	-
13. Exports of goods and services	328,181 2.0	329,567 0.4	335,279 1.7	339,023 1.1	336,559 -0.7	-	-	-
14. DEDUCT: Imports of goods and services	291,975 2.2	296,294 1.5	301,905 1.9	311,154 3.1	311,073 -0.0	-	-	-
15. Value of physical change in inventories:	5,708	4,334	4,885	2,264	2,175	-	-	-
16. Non-farm	5,668	4,341	4,981	2,301	1,915	-	-	-
17. Farm	41	-5	-119	-57	191	-	-	-
18. Government	-1	-2	23	20	70	-	-	-
19. Statistical discrepancy	-1,273	-653	-607	1,414	1,753	-	-	-
20. Gross Domestic Product at market prices	532,116 0.3 1.3	535,431 0.6 2.5	542,272 1.3 5.2	543,725 0.3 1.1	546,780 0.6 2.3	-	-	-
21. Final domestic demand	491,474 1.5	498,478 1.4	504,621 1.2	512,177 1.5	517,366 1.0	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED
Seasonally adjusted data at annual rates, millions of chained (1997) dollars

TABLE 3

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	247,490 0.3	249,245 0.7	251,114 0.8	250,997 -0.0	254,392 1.4	255,223 0.3	258,603 1.3	261,347 1.1
2. Durable goods	37,407 -1.2	37,213 -0.5	37,955 2.0	35,418 -6.7	36,502 3.1	36,375 -0.3	37,585 3.3	38,916 3.5
3. Semi-durable goods	22,492 1.5	22,725 1.0	22,993 1.2	22,364 -2.7	22,901 2.4	23,174 1.2	23,854 2.9	23,852 -0.0
4. Non-durable goods	52,912 0.8	52,996 0.2	52,807 -0.4	54,039 2.3	54,251 0.4	54,038 -0.4	54,146 0.2	54,377 0.4
5. Services	134,876 0.3	136,482 1.2	137,643 0.9	138,989 1.0	140,690 1.2	141,606 0.7	143,190 1.1	144,532 0.9
6. Government expenditure on goods and services:	86,967 1.8	88,706 2.0	88,759 0.1	90,852 2.4	91,217 0.4	92,060 0.9	91,480 -0.6	91,666 0.2
7. Current expenditure	75,023 1.2	76,291 1.7	76,201 -0.1	78,015 2.4	78,673 0.8	79,844 1.5	79,349 -0.6	79,395 0.1
8. Capital expenditure	12,017 6.3	12,511 4.1	12,671 1.3	12,951 2.2	12,606 -2.7	12,221 -3.0	12,135 -0.7	12,288 1.3
9. Business gross fixed capital formation:	67,572 -1.0	69,129 2.3	71,346 3.2	74,039 3.8	72,921 -1.5	72,926 0.0	75,094 3.0	75,345 0.3
10. Residential structures	23,999 -4.4	24,416 1.7	24,960 2.2	26,619 6.6	25,306 -4.9	25,454 0.6	26,631 4.6	26,082 -2.1
11. Non-residential structures	10,453 -0.1	10,302 -1.4	10,162 -1.4	10,019 -1.4	10,106 0.9	10,162 0.5	10,149 -0.1	10,129 -0.2
12. Machinery and equipment	32,861 1.9	34,278 4.3	36,306 5.9	37,384 3.0	37,785 1.1	37,500 -0.8	38,442 2.5	39,614 3.0
13. Exports of goods and services	305,374 -0.9	301,112 -1.4	300,431 -0.2	312,493 4.0	315,585 1.0	324,042 2.7	324,808 0.2	325,883 0.3
14. DEDUCT: Imports of goods and services	255,396 -1.1	261,825 2.5	257,605 -1.6	274,081 6.4	272,422 -0.6	276,565 1.5	285,009 3.1	290,118 1.8
15. Value of physical change in inventories:	5,338	6,074	-1,922	3,268	-2,019	-2,689	7,430	12,018
16. Non-farm	5,260	6,024	-2,064	2,942	-2,599	-3,024	7,081	11,569
17. Farm	75	73	119	398	601	233	317	547
18. Government	3	-23	23	-72	-21	102	32	-98
19. Statistical discrepancy	-556	1,601	-898	-2,383	-1,022	270	271	-4
20. Gross Domestic Product at market prices	458,199 0.7 3.0	455,401 -0.6 -2.4	452,312 -0.7 -2.7	456,218 0.9 3.5	459,798 0.8 3.2	466,573 1.5 6.0	474,007 1.6 6.5	477,430 0.7 2.9
21. Final domestic demand	402,064 0.5	407,099 1.3	411,151 1.0	415,774 1.1	418,483 0.7	420,183 0.4	425,072 1.2	428,254 0.7

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	263,409 0.8	265,001 0.6	266,707 0.6	270,473 1.4	271,392 0.3	-	-	-
2. Durable goods	38,997 0.2	38,426 -1.5	38,955 1.4	39,488 1.4	39,746 0.7	-	-	-
3. Semi-durable goods	23,954 0.4	24,302 1.5	23,996 -1.3	24,927 3.9	25,517 2.4	-	-	-
4. Non-durable goods	54,641 0.5	55,263 1.1	55,563 0.5	56,356 1.4	55,396 -1.7	-	-	-
5. Services	146,127 1.1	147,177 0.7	148,363 0.8	149,936 1.1	151,220 0.9	-	-	-
6. Government expenditure on goods and services:	93,675 2.2	94,565 1.0	95,046 0.5	96,796 1.8	97,479 0.7	-	-	-
7. Current expenditure	81,310 2.4	82,088 1.0	82,431 0.4	83,869 1.7	84,397 0.6	-	-	-
8. Capital expenditure	12,361 0.6	12,473 0.9	12,621 1.2	12,944 2.6	13,107 1.3	-	-	-
9. Business gross fixed capital formation:	76,286 1.2	76,313 0.0	78,434 2.8	78,937 0.6	80,667 2.2	-	-	-
10. Residential structures	26,073 -0.0	26,011 -0.2	26,415 1.6	25,781 -2.4	26,580 3.1	-	-	-
11. Non-residential structures	10,254 1.2	9,969 -2.8	9,826 -1.4	10,035 2.1	10,226 1.9	-	-	-
12. Machinery and equipment	40,628 2.6	41,192 1.4	43,491 5.6	44,835 3.1	45,480 1.4	-	-	-
13. Exports of goods and services	328,972 0.9	326,342 -0.8	333,220 2.1	336,972 1.1	337,034 0.0	-	-	-
14. DEDUCT: Imports of goods and services	289,252 -0.3	286,716 -0.9	295,847 3.2	305,528 3.3	306,880 0.4	-	-	-
15. Value of physical change in inventories:	5,957	5,200	5,236	4,733	4,350	-	-	-
16. Non-farm	5,625	4,951	5,125	4,738	4,177	-	-	-
17. Farm	322	222	135	-12	149	-	-	-
18. Government	10	27	-24	7	25	-	-	-
19. Statistical discrepancy	-1,147	-587	-542	1,262	1,562	-	-	-
20. Gross Domestic Product at market prices	479,339 0.4 1.6	481,520 0.5 1.8	483,673 0.4 1.8	485,146 0.3 1.2	487,135 0.4 1.7	-	-	-
21. Final domestic demand	433,285 1.2	435,823 0.6	440,052 1.0	446,114 1.4	449,385 0.7	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Wages, salaries and supplementary labour income (national basis)	256,419 1.0	257,482 0.4	261,134 1.4	263,816 1.0	267,570 1.4	270,883 1.2	273,317 0.9	275,691 0.9
2. Net income of unincorporated business *	32,821 -0.5	32,566 -0.8	32,526 -0.1	32,678 0.5	33,367 2.1	34,075 2.1	34,438 1.1	34,796 1.0
3. Interest, dividends and miscellaneous investment income	43,564 -0.8	42,996 -1.3	44,099 2.6	43,409 -1.6	44,120 1.6	45,215 2.5	45,277 0.1	46,217 2.1
4. Current transfers from government, corporations and non-residents	47,299 0.5	47,274 -0.1	47,377 0.2	47,326 -0.1	48,085 1.6	48,636 1.1	49,349 1.5	50,112 1.5
5. Equals: Personal income	380,103 0.6	380,318 0.1	385,136 1.3	387,229 0.5	393,142 1.5	398,809 1.4	402,381 0.9	406,816 1.1
6. Deduct: Personal direct taxes	57,642 -4.1	58,091 0.8	59,388 2.2	60,492 1.9	61,713 2.0	62,049 0.5	64,797 4.4	66,313 2.3
7. Other current transfers to government	26,909 1.2	27,425 1.9	27,732 1.1	28,153 1.5	27,886 -0.9	27,631 -0.9	27,673 0.2	27,769 0.3
8. Equals: Personal disposable income	295,552 1.5	294,802 -0.3	298,016 1.1	298,584 0.2	303,543 1.7	309,129 1.8	309,911 0.3	312,734 0.9
9. Deduct: Personal expenditure on consumer goods and services	274,558 1.1	275,019 0.2	279,175 1.5	278,647 -0.2	284,286 2.0	287,239 1.0	291,281 1.4	296,211 1.7
10. Current transfers to corporations	4,971 4.1	5,061 1.8	5,288 4.5	5,364 1.4	5,393 0.5	5,464 1.3	5,425 -0.7	5,561 2.5
11. Current transfers to non-residents	1,319 1.2	1,277 -3.2	1,273 -0.3	1,307 2.7	1,345 2.9	1,415 5.2	1,429 1.0	1,409 -1.4
12. Equals: Personal saving	14,704 9.3	13,445 -8.6	12,280 -8.7	13,266 8.0	12,519 -5.6	15,011 19.9	11,776 -21.6	9,553 -18.9
13. Personal saving rate (percent)	5.0	4.6	4.1	4.4	4.1	4.9	3.8	3.1
14. Real personal disposable income ** (millions of chained (1997) dollars)	266,414 0.8	267,173 0.3	268,061 0.3	268,955 0.3	271,624 1.0	274,674 1.1	275,142 0.2	275,926 0.3
15. Population (thousands)	12,169 0.1	12,209 0.3	12,260 0.4	12,305 0.4	12,320 0.1	12,357 0.3	12,407 0.4	12,454 0.4
16. Personal disposable income per capita (dollars)	24,287 1.4	24,147 -0.6	24,309 0.7	24,265 -0.2	24,638 1.5	25,016 1.5	24,978 -0.2	25,111 0.5
17. Real personal disposable income per capita (chained (1997) dollars)	21,893 0.7	21,884 -0.0	21,865 -0.1	21,857 -0.0	22,047 0.9	22,227 0.8	22,176 -0.2	22,155 -0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1.	Wages, salaries and supplementary labour income (national basis)	279,329 1.3	283,407 1.5	287,866 1.6	290,896 1.1	293,529 0.9	-	-	-
2.	Net income of unincorporated business *	35,044 0.7	35,346 0.9	35,607 0.7	35,780 0.5	36,169 1.1	-	-	-
3.	Interest, dividends and miscellaneous investment income	46,507 0.6	46,862 0.8	47,673 1.7	48,601 1.9	48,955 0.7	-	-	-
4.	Current transfers from government, corporations and non-residents	49,613 -1.0	50,821 2.4	51,631 1.6	51,935 0.6	55,447 6.8	-	-	-
5.	Equals: Personal income	410,493 0.9	416,436 1.4	422,777 1.5	427,212 1.0	434,100 1.6	-	-	-
6.	Deduct: Personal direct taxes	67,950 2.5	70,011 3.0	71,533 2.2	73,013 2.1	74,042 1.4	-	-	-
7.	Other current transfers to government	27,963 0.7	28,215 0.9	28,322 0.4	28,307 -0.1	28,612 1.1	-	-	-
8.	Equals: Personal disposable income	314,580 0.6	318,210 1.2	322,922 1.5	325,892 0.9	331,446 1.7	-	-	-
9.	Deduct: Personal expenditure on consumer goods and services	299,552 1.1	302,833 1.1	306,067 1.1	310,673 1.5	312,679 0.6	-	-	-
10.	Current transfers to corporations	5,832 4.9	5,982 2.6	6,150 2.8	6,311 2.6	6,450 2.2	-	-	-
11.	Current transfers to non-residents	1,423 1.0	1,428 0.4	1,447 1.3	1,422 -1.7	1,479 4.0	-	-	-
12.	Equals: Personal saving	7,773 -18.6	7,967 2.5	9,258 16.2	7,486 -19.1	10,838 44.8	-	-	-
13.	Personal saving rate (percent)	2.5	2.5	2.9	2.3	3.3	-	-	-
14.	Real personal disposable income ** (millions of chained (1997) dollars)	276,624 0.3	278,457 0.7	281,394 1.1	283,723 0.8	287,681 1.4	-	-	-
15.	Population (thousands)	12,462 0.1	12,494 0.3	12,541 0.4	12,590 0.4	12,599 0.1	-	-	-
16.	Personal disposable income per capita (dollars)	25,242 0.5	25,469 0.9	25,748 1.1	25,885 0.5	26,307 1.6	-	-	-
17.	Real personal disposable income per capita (chained (1997) dollars)	22,197 0.2	22,287 0.4	22,437 0.7	22,536 0.4	22,833 1.3	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Exports of goods and services	322,001 -1.3	301,221 -6.5	300,435 -0.3	310,349 3.3	317,491 2.3	334,270 5.3	330,004 -1.3	321,825 -2.5
2. Of which: International	229,002 -2.2	211,804 -7.5	209,260 -1.2	216,839 3.6	223,149 2.9	237,863 6.6	231,218 -2.8	223,463 -3.4
3. Of which: Interprovincial	92,999 0.9	89,417 -3.9	91,175 2.0	93,510 2.6	94,342 0.9	96,408 2.2	98,786 2.5	98,363 -0.4
4. Imports of goods and services	277,679 -1.2	268,409 -3.3	263,928 -1.7	275,640 4.4	277,749 0.8	290,108 4.4	291,520 0.5	285,727 -2.0
5. Trade balance	44,322	32,812	36,506	34,709	39,742	44,163	38,483	36,099

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Exports of goods and services	328,181 2.0	329,567 0.4	335,279 1.7	339,023 1.1	336,559 -0.7	-	-	-
2. Of which: International	227,422 1.8	229,127 0.7	234,694 2.4	239,626 2.1	234,806 -2.0	-	-	-
3. Of which: Interprovincial	100,759 2.4	100,440 -0.3	100,585 0.1	99,397 -1.2	101,753 2.4	-	-	-
4. Imports of goods and services	291,975 2.2	296,294 1.5	301,905 1.9	311,154 3.1	311,073 -0.0	-	-	-
5. Trade balance	36,207	33,273	33,374	27,869	25,486	-	-	-

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	110.9 0.8	110.3 -0.5	111.2 0.8	111.0 -0.1	111.8 0.7	112.5 0.7	112.6 0.1	113.3 0.6
2. Durable goods	97.8 0.2	98.0 0.2	97.8 -0.3	97.6 -0.1	96.9 -0.7	97.3 0.4	96.5 -0.8	96.7 0.2
3. Semi-durable goods	104.0 -0.5	103.2 -0.7	103.4 0.1	104.1 0.7	104.1 0.1	103.7 -0.4	102.6 -1.1	102.8 0.2
4. Non-durable goods	121.5 2.7	119.1 -2.0	122.0 2.4	120.8 -1.0	122.6 1.5	124.6 1.6	125.9 1.1	127.9 1.5
5. Services	111.4 0.3	111.3 -0.1	111.8 0.4	111.9 0.1	112.7 0.7	113.3 0.6	113.4 0.0	113.8 0.4
6. Government expenditure on goods and services:	112.4 0.1	112.0 -0.3	116.0 3.6	114.3 -1.5	114.4 0.1	114.2 -0.2	115.6 1.2	116.2 0.5
7. Current expenditure	113.3 -0.2	113.4 0.1	118.2 4.2	116.3 -1.6	116.4 0.1	115.7 -0.6	117.1 1.2	117.7 0.5
8. Capital expenditure	105.8 2.5	102.3 -3.3	101.7 -0.6	100.8 -0.9	101.3 0.4	104.4 3.1	105.5 1.1	106.0 0.4
9. Business gross fixed capital formation:	107.8 0.3	105.7 -2.0	106.4 0.7	105.8 -0.6	106.7 0.8	109.2 2.3	108.6 -0.5	108.0 -0.6
10. Residential structures	120.3 2.2	121.1 0.7	124.2 2.6	123.9 -0.3	127.3 2.8	130.6 2.6	130.6 -0.1	132.1 1.2
11. Non-residential structures	117.4 1.6	116.8 -0.5	118.2 1.2	119.6 1.2	121.8 1.8	124.2 2.0	126.8 2.1	128.6 1.4
12. Machinery and equipment	96.5 -1.9	91.8 -4.9	90.7 -1.2	89.3 -1.5	88.1 -1.4	89.9 2.1	88.3 -1.8	85.6 -3.0
13. Exports of goods and services	105.4 -0.4	100.0 -5.1	100.0 -0.0	99.3 -0.7	100.6 1.3	103.2 2.5	101.6 -1.5	98.8 -2.8
14. DEDUCT: Imports of goods and services	108.7 -0.2	102.5 -5.7	102.5 -0.1	100.6 -1.8	102.0 1.4	104.9 2.9	102.3 -2.5	98.5 -3.7
15. Gross Domestic Product at market prices	108.1 0.1 0.4	107.2 -0.8 -3.2	108.2 1.0 3.9	108.4 0.1 0.5	109.2 0.8 3.1	110.2 0.9 3.5	110.3 0.1 0.4	111.1 0.7 3.0
16. Final domestic demand	110.7 0.6	109.9 -0.7	111.4 1.4	110.8 -0.5	111.5 0.6	112.3 0.8	112.6 0.2	113.0 0.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	113.7 0.3	114.3 0.5	114.8 0.4	114.9 0.1	115.2 0.3	-	-	-
2. Durable goods	96.6 -0.2	96.1 -0.5	96.3 0.2	96.2 -0.1	96.1 -0.2	-	-	-
3. Semi-durable goods	101.7 -1.1	101.9 0.2	102.0 0.1	102.6 0.5	100.9 -1.7	-	-	-
4. Non-durable goods	129.2 1.1	130.1 0.7	132.0 1.5	131.8 -0.2	133.4 1.2	-	-	-
5. Services	114.2 0.4	115.0 0.6	115.0 0.1	115.3 0.2	115.6 0.3	-	-	-
6. Government expenditure on goods and services:	116.6 0.4	118.4 1.6	119.0 0.5	119.0 0.1	119.6 0.5	-	-	-
7. Current expenditure	118.4 0.6	120.3 1.6	120.9 0.5	120.9 0.1	121.6 0.5	-	-	-
8. Capital expenditure	104.9 -1.0	106.1 1.1	106.6 0.4	106.5 -0.1	106.8 0.3	-	-	-
9. Business gross fixed capital formation:	108.4 0.3	109.6 1.1	109.0 -0.6	109.3 0.3	109.2 -0.1	-	-	-
10. Residential structures	132.7 0.5	134.7 1.5	135.0 0.2	136.7 1.3	137.5 0.5	-	-	-
11. Non-residential structures	129.5 0.7	131.5 1.5	133.0 1.2	134.4 1.1	135.4 0.7	-	-	-
12. Machinery and equipment	85.7 0.1	86.2 0.6	84.5 -2.0	83.7 -0.9	82.8 -1.1	-	-	-
13. Exports of goods and services	99.8 1.0	101.0 1.2	100.6 -0.4	100.6 -0.0	99.9 -0.7	-	-	-
14. DEDUCT: Imports of goods and services	100.9 2.5	103.3 2.4	102.0 -1.3	101.8 -0.2	101.4 -0.5	-	-	-
15. Gross Domestic Product at market prices	111.0 -0.1 -0.3	111.2 0.2 0.7	112.1 0.8 3.3	112.1 -0.0 -0.1	112.2 0.2 0.6	-	-	-
16. Final domestic demand	113.4 0.3	114.4 0.8	114.7 0.3	114.8 0.1	115.1 0.3	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2002	2003	2004	2005
1. Wages, salaries and supplementary labour income (domestic basis)	251,314 3.4	262,261 4.4	274,353 4.6	287,765 4.9
2. Corporation profits before taxes	60,551 22.7	56,874 -6.1	64,689 13.7	64,411 -0.4
3. Interest and miscellaneous investment income	15,891 -6.5	16,175 1.8	16,941 4.7	17,654 4.2
4. Net income of unincorporated business *	32,107 8.7	32,648 1.7	34,169 4.7	35,444 3.7
5. Inventory valuation adjustment	-1,608	1,949	-827	-136
6. Indirect taxes less subsidies	61,210 3.7	61,278 0.1	65,184 6.4	68,207 4.6
7. Capital consumption allowances	57,735 5.2	60,066 4.0	62,666 4.3	64,760 3.3
8. Statistical discrepancy	328	610	131	280
9. Gross Domestic Product at market prices	477,528 5.3	491,859 3.0	517,306 5.2	538,386 4.1

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	264,573 5.7	276,850 4.6	289,754 4.7	304,781 5.2
2. Durable goods	36,110 7.6	36,187 0.2	36,174 -0.0	37,533 3.8
3. Semi-durable goods	23,010 4.0	23,470 2.0	24,219 3.2	24,792 2.4
4. Non-durable goods	59,873 5.3	64,273 7.3	67,889 5.6	72,545 6.9
5. Services	145,580 5.7	152,920 5.0	161,472 5.6	169,912 5.2
6. Government expenditure on goods and services:	92,656 6.2	100,946 8.9	105,428 4.4	112,377 6.6
7. Current expenditure	81,431 6.1	88,081 8.2	92,588 5.1	99,018 6.9
8. Capital expenditure	11,224 7.1	12,865 14.6	12,840 -0.2	13,359 4.0
9. Business gross fixed capital formation:	72,358 2.6	75,047 3.7	80,094 6.7	84,529 5.5
10. Residential structures	28,266 14.6	30,601 8.3	33,673 10.0	35,138 4.4
11. Non-residential structures	11,733 4.9	12,072 2.9	12,705 5.2	13,237 4.2
12. Machinery and equipment	32,359 -6.7	32,373 0.0	33,716 4.1	36,154 7.2
13. Exports of goods and services	323,224 2.5	308,501 -4.6	325,898 5.6	333,013 2.2
14. DEDUCT: Imports of goods and services	275,028 2.7	271,414 -1.3	286,276 5.5	300,332 4.9
15. Value of physical change in inventories:	73	2,539	2,538	4,298
16. Non-farm	-119	2,579	2,457	4,323
17. Farm	198	-29	75	-35
18. Government	-6	-11	6	10
19. Statistical discrepancy	-328	-610	-131	-280
20. Gross Domestic Product at market prices	477,528 5.3	491,859 3.0	517,306 5.2	538,386 4.1
21. Final domestic demand	429,587 5.3	452,842 5.4	475,277 5.0	501,687 5.6

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 9***Millions of chained (1997) dollars*

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	242,127 3.9	249,711 3.1	257,391 3.1	266,398 3.5
2. Durable goods	36,709 8.0	36,998 0.8	37,344 0.9	38,967 4.3
3. Semi-durable goods	21,962 3.9	22,644 3.1	23,445 3.5	24,294 3.6
4. Non-durable goods	51,501 2.8	53,189 3.3	54,203 1.9	55,456 2.3
5. Services	132,185 3.4	136,998 3.6	142,505 4.0	147,901 3.8
6. Government expenditure on goods and services:	83,937 3.0	88,821 5.8	91,606 3.1	95,021 3.7
7. Current expenditure	73,054 2.6	76,382 4.6	79,315 3.8	82,424 3.9
8. Capital expenditure	10,899 6.0	12,537 15.0	12,313 -1.8	12,600 2.3
9. Business gross fixed capital formation:	67,407 0.2	70,521 4.6	74,071 5.0	77,493 4.6
10. Residential structures	24,220 9.6	24,998 3.2	25,868 3.5	26,070 0.8
11. Non-residential structures	10,218 3.4	10,234 0.2	10,137 -1.0	10,021 -1.1
12. Machinery and equipment	32,663 -7.3	35,207 7.8	38,335 8.9	42,537 11.0
13. Exports of goods and services	307,936 1.6	304,852 -1.0	322,579 5.8	331,377 2.7
14. DEDUCT: Imports of goods and services	252,866 2.2	262,227 3.7	281,028 7.2	294,335 4.7
15. Value of physical change in inventories:	473	3,190	3,685	5,281
16. Non-farm	342	3,040	3,257	5,110
17. Farm	143	166	424	167
18. Government	-12	-17	4	5
19. Statistical discrepancy	-320	-559	-121	-253
20. Gross Domestic Product at market prices	450,009 3.0	455,533 1.2	469,452 3.1	482,419 2.8
21. Final domestic demand	393,453 3.1	409,022 4.0	422,998 3.4	438,818 3.7

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2002	2003	2004	2005
1. Wages, salaries and supplementary labour income (national basis)	248,441 3.6	259,713 4.5	271,865 4.7	285,375 5.0
2. Net income of unincorporated business *	32,107 8.7	32,648 1.7	34,169 4.7	35,444 3.7
3. Interest, dividends and miscellaneous investment income	43,918 -6.1	43,517 -0.9	45,207 3.9	47,411 4.9
4. Current transfers from government, corporations and non-residents	45,952 1.8	47,319 3.0	49,046 3.6	51,000 4.0
5. Equals: Personal income	370,418 2.6	383,197 3.4	400,287 4.5	419,230 4.7
6. Deduct: Personal direct taxes	59,808 -4.3	58,903 -1.5	63,718 8.2	70,627 10.8
7. Other current transfers to government	25,766 7.0	27,555 6.9	27,740 0.7	28,202 1.7
8. Equals: Personal disposable income	284,844 3.7	296,739 4.2	308,829 4.1	320,401 3.7
9. Deduct: Personal expenditure on consumer goods and services	264,573 5.7	276,850 4.6	289,754 4.7	304,781 5.2
10. Current transfers to corporations	4,557 -8.5	5,171 13.5	5,461 5.6	6,069 11.1
11. Current transfers to non-residents	1,316 61.5	1,294 -1.7	1,400 8.2	1,430 2.2
12. Equals: Personal saving	14,398 -22.4	13,424 -6.8	12,215 -9.0	8,121 -33.5
13. Personal saving rate (percent)	5.1	4.5	4.0	2.5
14. Real personal disposable income ** (millions of chained (1997) dollars)	260,684 2.0	267,651 2.7	274,342 2.5	280,050 2.1
15. Population (thousands)	12,102 1.7	12,260 1.3	12,407 1.2	12,541 1.1
16. Personal disposable income per capita (dollars)	23,537 2.0	24,205 2.8	24,891 2.8	25,547 2.6
17. Real personal disposable income per capita (chained (1997) dollars)	21,541 0.3	21,832 1.4	22,111 1.3	22,330 1.0

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE*Millions of dollars***TABLE 11**

	2002	2003	2004	2005
1. Exports of goods and services	323,224 2.5	308,501 -4.6	325,898 5.6	333,013 2.2
2. Of which: International	234,004 1.9	216,726 -7.4	228,923 5.6	232,717 1.7
3. Of which: Interprovincial	89,220 4.0	91,775 2.9	96,974 5.7	100,295 3.4
4. Imports of goods and services	275,028 2.7	271,414 -1.3	286,276 5.5	300,332 4.9
5. Trade balance	48,196	37,087	39,622	32,681

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	109.3 1.7	110.9 1.5	112.6 1.5	114.4 1.6
2. Durable goods	98.4 -0.4	97.8 -0.6	96.9 -1.0	96.3 -0.6
3. Semi-durable goods	104.8 0.1	103.7 -1.1	103.3 -0.3	102.0 -1.2
4. Non-durable goods	116.2 2.4	120.8 4.0	125.2 3.6	130.8 4.4
5. Services	110.1 2.2	111.6 1.4	113.3 1.5	114.9 1.4
6. Government expenditure on goods and services:	110.4 3.2	113.6 3.0	115.1 1.3	118.3 2.8
7. Current expenditure	111.5 3.5	115.3 3.5	116.7 1.2	120.1 2.9
8. Capital expenditure	103.0 1.0	102.7 -0.3	104.3 1.6	106.0 1.6
9. Business gross fixed capital formation:	107.3 2.4	106.4 -0.8	108.1 1.6	109.1 0.9
10. Residential structures	116.7 4.5	122.4 4.9	130.2 6.4	134.8 3.6
11. Non-residential structures	114.8 1.4	118.0 2.7	125.3 6.2	132.1 5.4
12. Machinery and equipment	99.1 0.7	92.1 -7.1	88.0 -4.4	85.0 -3.4
13. Exports of goods and services	105.0 0.9	101.2 -3.6	101.0 -0.2	100.5 -0.5
14. DEDUCT: Imports of goods and services	108.8 0.5	103.6 -4.8	101.9 -1.6	102.0 0.1
15. Gross Domestic Product at market prices	106.1 2.1	108.0 1.8	110.2 2.0	111.6 1.3
16. Final domestic demand	109.2 2.1	110.7 1.4	112.4 1.5	114.3 1.8

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Goods Producing Industries	128,246 0.9	126,125 -1.7	124,686 -1.1	128,230 2.8	127,393 -0.7	129,273 1.5	132,690 2.6	132,916 0.2
2. Primary	7,255 -2.5	7,109 -2.0	7,113 0.0	7,286 2.4	7,330 0.6	7,444 1.6	7,489 0.6	7,564 1.0
3. Agriculture, Forestry, Fishing & Hunting	4,426 -3.2	4,485 1.3	4,469 -0.3	4,491 0.5	4,515 0.5	4,518 0.1	4,506 -0.3	4,579 1.6
4. Mining	2,823 -1.5	2,615 -7.4	2,631 0.6	2,780 5.6	2,803 0.9	2,917 4.1	2,978 2.1	2,983 0.1
5. Utilities	10,689 2.2	9,825 -8.1	9,639 -1.9	9,409 -2.4	9,692 3.0	9,615 -0.8	10,111 5.2	10,707 5.9
6. Electric Power	8,230 1.1	7,681 -6.7	7,625 -0.7	7,504 -1.6	7,703 2.6	7,608 -1.2	8,038 5.6	8,599 7.0
7. Natural Gas, Water and Other	2,479 6.1	2,173 -12.3	2,054 -5.5	1,953 -4.9	2,057 5.3	2,090 1.6	2,175 4.1	2,229 2.5
8. Construction	21,725 1.6	22,068 1.6	22,312 1.1	23,199 4.0	22,483 -3.1	22,130 -1.6	22,388 1.2	22,322 -0.3
9. Residential Buildings	8,559 1.2	8,807 2.9	8,972 1.9	9,569 6.6	9,186 -4.0	9,191 0.1	9,572 4.1	9,392 -1.9
10. Non-Residential Buildings and Engineering	13,166 1.9	13,261 0.7	13,340 0.6	13,631 2.2	13,298 -2.4	12,939 -2.7	12,816 -0.9	12,930 0.9
11. Manufacturing	88,576 0.8	87,122 -1.6	85,621 -1.7	88,336 3.2	87,887 -0.5	90,084 2.5	92,702 2.9	92,324 -0.4
12. Food, Beverage, & Tobacco Products	9,637 1.7	9,597 -0.4	9,638 0.4	9,829 2.0	9,942 1.1	10,117 1.8	10,375 2.6	10,303 -0.7
13. Textile, Clothing, & Leather Products	1,737 -1.9	1,696 -2.4	1,677 -1.1	1,795 7.1	1,695 -5.6	1,660 -2.1	1,594 -4.0	1,516 -4.9
14. Wood Products and Furniture	5,167 3.1	5,133 -0.7	4,960 -3.4	5,041 1.6	5,000 -0.8	5,069 1.4	5,174 2.1	5,400 4.4
15. Paper Products and Printing	6,602 2.6	6,547 -0.8	6,565 0.3	6,757 2.9	6,497 -3.8	6,496 -0.0	6,596 1.5	6,420 -2.7
16. Chemical and Petroleum Products	8,610 -0.4	8,570 -0.5	8,502 -0.8	8,840 4.0	8,967 1.4	9,042 0.8	9,460 4.6	9,438 -0.2
17. Plastic and Rubber Products	6,356 0.5	5,958 -6.3	5,774 -3.1	5,949 3.0	5,979 0.5	6,088 1.8	6,181 1.5	6,237 0.9
18. Primary Metal & Fabricated Metal Products	13,359 1.9	13,103 -1.9	12,540 -4.3	13,287 6.0	12,704 -4.4	13,346 5.1	13,954 4.6	13,881 -0.5
19. Machinery	6,205 -4.7	6,027 -2.9	5,800 -3.8	5,902 1.8	5,844 -1.0	5,996 2.6	6,223 3.8	6,177 -0.7

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
20. Electrical and Electronic Products	8,221 0.7	7,866 -4.3	7,389 -6.1	7,481 1.2	7,602 1.6	7,992 5.1	8,431 5.5	8,429 -0.0
21. Transportation Equipment	18,237 0.9	18,099 -0.8	18,315 1.2	18,945 3.4	19,210 1.4	19,596 2.0	20,040 2.3	19,853 -0.9
22. Auto Industry (Vehicles & Parts)	17,224 1.2	17,047 -1.0	17,315 1.6	17,867 3.2	18,058 1.1	18,337 1.5	18,689 1.9	18,318 -2.0
23. Other Transportation Equipment	1,013 -2.7	1,052 3.8	1,000 -5.0	1,078 7.9	1,152 6.8	1,259 9.3	1,350 7.3	1,535 13.7
24. Other Manufacturing	4,326 0.3	4,297 -0.7	4,128 -3.9	4,064 -1.5	4,041 -0.6	4,304 6.5	4,319 0.3	4,352 0.8
25. Services Producing Industries	292,303 0.7	293,326 0.4	293,927 0.2	297,422 1.2	299,534 0.7	302,513 1.0	303,140 0.2	304,488 0.4
26. Wholesale Trade	28,516 2.1	28,473 -0.1	28,004 -1.6	29,221 4.3	28,963 -0.9	30,143 4.1	30,336 0.6	30,699 1.2
27. Retail Trade	23,139 1.0	23,035 -0.5	23,110 0.3	22,757 -1.5	23,236 2.1	23,394 0.7	23,952 2.4	24,352 1.7
28. Transportation and Warehousing	16,410 1.6	16,482 0.4	16,727 1.5	17,321 3.6	17,264 -0.3	17,356 0.5	17,405 0.3	17,406 0.0
29. Information & Culture (including Telecommunications)	17,862 1.9	18,109 1.4	18,115 0.0	18,240 0.7	18,173 -0.4	18,337 0.9	18,142 -1.1	18,006 -0.7
30. Finance, Insurance, Real Estate, Rental & Leasing	89,378 0.6	91,073 1.9	92,215 1.3	93,243 1.1	93,992 0.8	94,826 0.9	94,856 0.0	95,169 0.3
31. Professional and Administrative Services	33,140 -0.1	33,075 -0.2	32,688 -1.2	32,282 -1.2	32,777 1.5	33,387 1.9	33,470 0.2	33,616 0.4
32. Education	17,524 -0.7	17,495 -0.2	17,465 -0.2	17,732 1.5	17,970 1.3	18,149 1.0	17,552 -3.3	17,739 1.1
33. Health Care and Social Services	22,766 1.7	22,885 0.5	23,288 1.8	23,568 1.2	23,633 0.3	23,548 -0.4	23,859 1.3	23,821 -0.2
34. Arts, Entertainment & Recreation	3,886 3.0	3,981 2.4	4,012 0.8	4,162 3.7	4,081 -2.0	4,050 -0.7	4,000 -1.2	3,941 -1.5
35. Accommodation and Food	8,579 -3.5	7,895 -8.0	7,919 0.3	8,066 1.9	8,137 0.9	8,234 1.2	8,266 0.4	8,423 1.9
36. Other Services	10,020 -0.4	9,892 -1.3	9,803 -0.9	9,962 1.6	10,057 1.0	10,055 -0.0	9,995 -0.6	10,089 0.9
37. Public Administration	21,211 0.9	21,068 -0.7	20,726 -1.6	21,020 1.4	21,420 1.9	21,220 -0.9	21,506 1.3	21,440 -0.3
38. Total Production	420,609 0.8	419,500 -0.3	418,651 -0.2	425,680 1.7	426,916 0.3	431,724 1.1	435,718 0.9	437,255 0.4
	<i>*</i> 3.1	<i>*</i> -1.1	<i>*</i> -0.8	<i>*</i> 6.9	<i>*</i> 1.2	<i>*</i> 4.6	<i>*</i> 3.8	<i>*</i> 1.4

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Goods Producing Industries	133,276 0.3	132,713 -0.4	133,814 0.8	133,840 0.0	132,840 -0.7	-	-	-
2. Primary	7,544 -0.3	7,617 1.0	7,583 -0.4	7,254 -4.3	7,221 -0.5	-	-	-
3. Agriculture, Forestry, Fishing & Hunting	4,600 0.5	4,704 2.2	4,751 1.0	4,639 -2.4	4,556 -1.8	-	-	-
4. Mining	2,935 -1.6	2,897 -1.3	2,807 -3.1	2,582 -8.0	2,587 0.2	-	-	-
5. Utilities	10,593 -1.1	10,176 -3.9	10,267 0.9	10,151 -1.1	10,024 -1.3	-	-	-
6. Electric Power	8,426 -2.0	8,116 -3.7	8,178 0.8	8,154 -0.3	8,011 -1.7	-	-	-
7. Natural Gas, Water and Other	2,189 -1.8	2,107 -3.8	2,159 2.5	2,090 -3.2	2,104 0.7	-	-	-
8. Construction	22,231 -0.4	22,531 1.4	22,822 1.3	23,050 1.0	23,484 1.9	-	-	-
9. Residential Buildings	9,312 -0.9	9,507 2.1	9,579 0.8	9,492 -0.9	9,809 3.3	-	-	-
10. Non-Residential Buildings and Engineering	12,919 -0.1	13,024 0.8	13,242 1.7	13,557 2.4	13,683 0.9	-	-	-
11. Manufacturing	92,909 0.6	92,388 -0.6	93,141 0.8	93,384 0.3	92,199 -1.3	-	-	-
12. Food, Beverage, & Tobacco Products	10,340 0.4	10,419 0.8	10,532 1.1	10,302 -2.2	10,290 -0.1	-	-	-
13. Textile, Clothing, & Leather Products	1,525 0.6	1,444 -5.3	1,410 -2.3	1,401 -0.6	1,343 -4.1	-	-	-
14. Wood Products and Furniture	5,454 1.0	5,441 -0.2	5,453 0.2	5,439 -0.2	5,368 -1.3	-	-	-
15. Paper Products and Printing	6,440 0.3	6,448 0.1	6,616 2.6	6,509 -1.6	6,418 -1.4	-	-	-
16. Chemical and Petroleum Products	9,225 -2.3	9,142 -0.9	8,947 -2.1	8,467 -5.4	8,365 -1.2	-	-	-
17. Plastic and Rubber Products	6,176 -1.0	6,016 -2.6	5,934 -1.4	6,090 2.6	6,219 2.1	-	-	-
18. Primary Metal & Fabricated Metal Products	13,983 0.7	13,874 -0.8	13,315 -4.0	13,364 0.4	12,936 -3.2	-	-	-
19. Machinery	6,439 4.2	6,364 -1.2	6,283 -1.3	6,602 5.1	6,754 2.3	-	-	-

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
20. Electrical and Electronic Products	9,034 7.2	9,238 2.3	9,425 2.0	9,473 0.5	9,678 2.2	-	-	-
21. Transportation Equipment	19,823 -0.2	19,646 -0.9	20,588 4.8	21,178 2.9	20,148 -4.9	-	-	-
22. Auto Industry (Vehicles & Parts)	18,406 0.5	18,299 -0.6	19,267 5.3	19,885 3.2	18,969 -4.6	-	-	-
23. Other Transportation Equipment	1,416 -7.7	1,347 -4.9	1,321 -1.9	1,293 -2.1	1,353 4.6	-	-	-
24. Other Manufacturing	4,370 0.4	4,154 -5.0	4,337 4.4	4,157 -4.2	4,356 4.8	-	-	-
25. Services Producing Industries	307,374 0.9	311,111 1.2	314,194 1.0	316,159 0.6	319,274 1.0	-	-	-
26. Wholesale Trade	31,154 1.5	32,128 3.1	32,464 1.0	33,107 2.0	34,281 3.5	-	-	-
27. Retail Trade	24,556 0.8	24,661 0.4	24,613 -0.2	24,666 0.2	24,788 0.5	-	-	-
28. Transportation and Warehousing	17,609 1.2	17,800 1.1	18,170 2.1	18,197 0.1	18,302 0.6	-	-	-
29. Information & Culture (including Telecommunications)	18,275 1.5	18,645 2.0	19,187 2.9	19,275 0.5	19,381 0.6	-	-	-
30. Finance, Insurance, Real Estate, Rental & Leasing	96,341 1.2	97,257 1.0	98,663 1.4	99,303 0.6	100,191 0.9	-	-	-
31. Professional and Administrative Services	33,492 -0.4	33,981 1.5	33,977 -0.0	33,964 -0.0	34,312 1.0	-	-	-
32. Education	18,260 2.9	18,612 1.9	18,755 0.8	18,750 -0.0	18,975 1.2	-	-	-
33. Health Care and Social Services	23,688 -0.6	23,999 1.3	24,364 1.5	24,474 0.5	24,627 0.6	-	-	-
34. Arts, Entertainment & Recreation	3,947 0.1	3,968 0.5	4,016 1.2	4,109 2.3	4,033 -1.8	-	-	-
35. Accommodation and Food	8,390 -0.4	8,275 -1.4	8,163 -1.3	8,227 0.8	8,323 1.2	-	-	-
36. Other Services	10,146 0.6	10,194 0.5	10,246 0.5	10,223 -0.2	10,256 0.3	-	-	-
37. Public Administration	21,598 0.7	21,759 0.7	21,823 0.3	22,196 1.7	22,245 0.2	-	-	-
38. Total Production	440,522 0.7 3.0	443,568 0.7 2.8	447,624 0.9 3.7	449,487 0.4 1.7	451,897 0.5 2.2	-	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2002	2003	2004	2005
1. Goods Producing Industries	126,216 2.9	126,822 0.5	130,568 3.0	133,411 2.2
2. Primary	7,365 -3.0	7,191 -2.4	7,457 3.7	7,500 0.6
3. Agriculture, Forestry, Fishing & Hunting	4,401 -0.4	4,468 1.5	4,530 1.4	4,673 3.2
4. Mining	2,959 -6.7	2,712 -8.3	2,920 7.7	2,805 -3.9
5. Utilities	10,208 5.9	9,891 -3.1	10,031 1.4	10,297 2.6
6. Electric Power	8,120 4.2	7,760 -4.4	7,987 2.9	8,218 2.9
7. Natural Gas, Water and Other	2,124 11.8	2,165 1.9	2,138 -1.3	2,136 -0.1
8. Construction	21,362 6.3	22,326 4.5	22,331 0.0	22,659 1.5
9. Residential Buildings	8,588 9.6	8,977 4.5	9,335 4.0	9,473 1.5
10. Non-Residential Buildings and Engineering	12,774 4.3	13,350 4.5	12,996 -2.7	13,186 1.5
11. Manufacturing	87,281 2.3	87,414 0.2	90,749 3.8	92,956 2.4
12. Food, Beverage, & Tobacco Products	9,652 -1.0	9,675 0.2	10,184 5.3	10,398 2.1
13. Textile, Clothing, & Leather Products	1,865 -8.0	1,726 -7.4	1,616 -6.4	1,445 -10.6
14. Wood Products and Furniture	4,969 3.2	5,075 2.1	5,161 1.7	5,447 5.5
15. Paper Products and Printing	6,534 0.1	6,617 1.3	6,502 -1.7	6,503 0.0
16. Chemical and Petroleum Products	8,614 6.5	8,631 0.2	9,227 6.9	8,946 -3.0
17. Plastic and Rubber Products	6,014 8.7	6,009 -0.1	6,121 1.9	6,054 -1.1
18. Primary Metal & Fabricated Metal Products	12,961 6.1	13,072 0.9	13,471 3.1	13,634 1.2
19. Machinery	6,083 1.2	5,984 -1.6	6,060 1.3	6,422 6.0

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 14***Millions of chained (1997) dollars*

	2002	2003	2004	2005
20. Electrical and Electronic Products	7,795 -3.3	7,739 -0.7	8,114 4.8	9,293 14.5
21. Transportation Equipment	18,484 2.2	18,399 -0.5	19,675 6.9	20,309 3.2
22. Auto Industry (Vehicles & Parts)	17,089 4.4	17,363 1.6	18,351 5.7	18,964 3.3
23. Other Transportation Equipment	1,395 -18.4	1,036 -25.8	1,324 27.8	1,344 1.5
24. Other Manufacturing	4,128 5.1	4,204 1.8	4,254 1.2	4,254 0.0
25. Services Producing Industries	287,647 2.9	294,244 2.3	302,419 2.8	312,210 3.2
26. Wholesale Trade	27,286 3.0	28,554 4.6	30,035 5.2	32,213 7.3
27. Retail Trade	22,399 7.3	23,010 2.7	23,734 3.1	24,624 3.8
28. Transportation and Warehousing	16,637 0.1	16,735 0.6	17,358 3.7	17,944 3.4
29. Information & Culture (including Telecommunications)	17,753 2.7	18,082 1.8	18,165 0.5	18,846 3.7
30. Finance, Insurance, Real Estate, Rental & Leasing	89,397 2.4	91,477 2.3	94,711 3.5	97,891 3.4
31. Professional and Administrative Services	31,911 4.2	32,796 2.8	33,313 1.6	33,854 1.6
32. Education	17,409 2.0	17,554 0.8	17,853 1.7	18,594 4.2
33. Health Care and Social Services	22,233 2.5	23,127 4.0	23,715 2.5	24,131 1.8
34. Arts, Entertainment & Recreation	3,834 1.6	4,010 4.6	4,018 0.2	4,010 -0.2
35. Accommodation and Food	8,864 1.0	8,115 -8.4	8,265 1.8	8,264 -0.0
36. Other Services	9,843 4.3	9,919 0.8	10,049 1.3	10,202 1.5
37. Public Administration	20,222 2.8	21,006 3.9	21,396 1.9	21,844 2.1
38. Total Production	413,944 2.9	421,110 1.7	432,903 2.8	445,300 2.9

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics@fin.gov.on.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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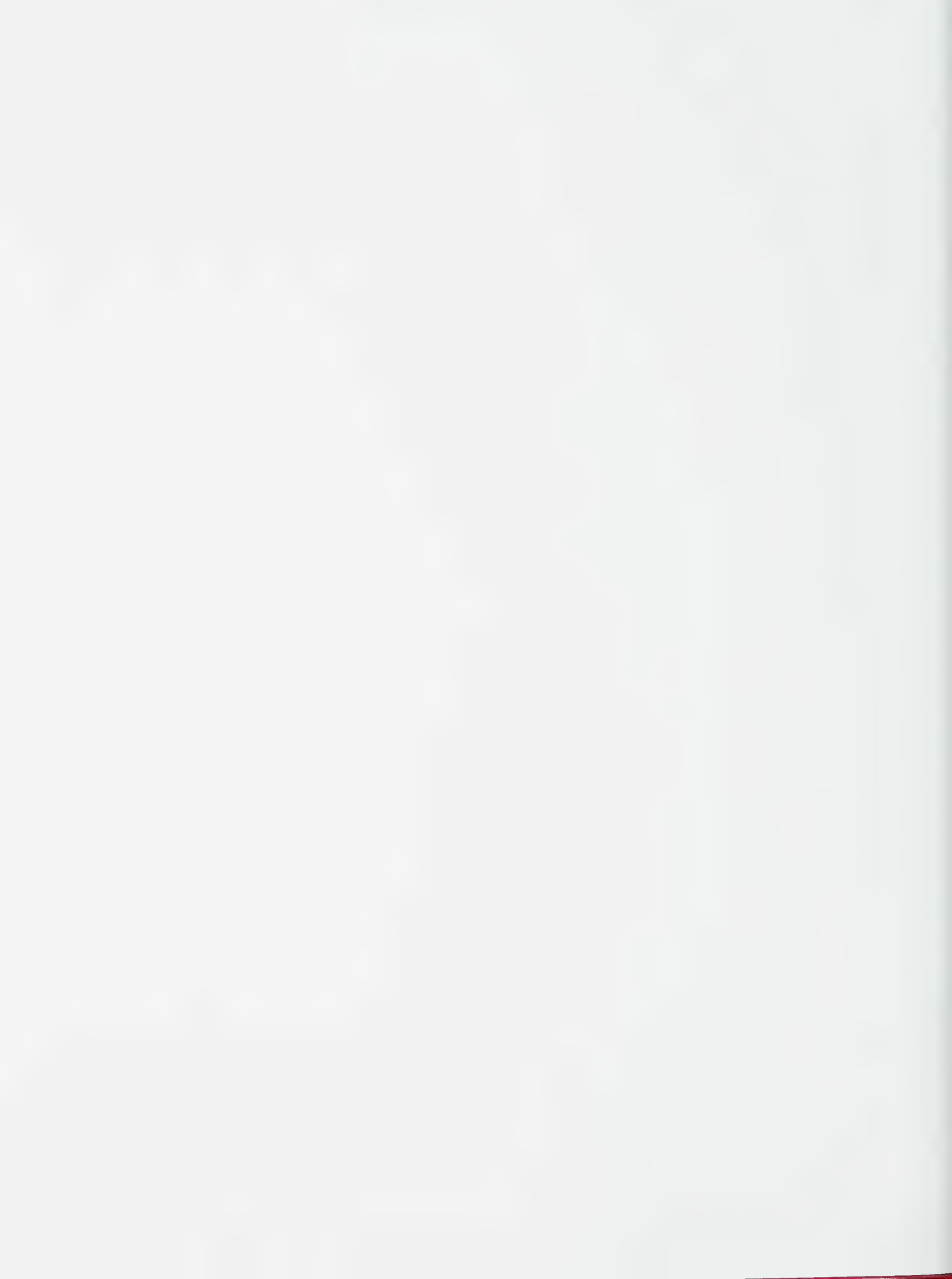
Government
Publications

**Ontario
Ministry
of Finance**

**Second Quarter
of 2006**
(April, May, June)

Ontario Economic Accounts





October 2006
Second Quarter of 2006
(April, May, June)

Ontario Economic Accounts



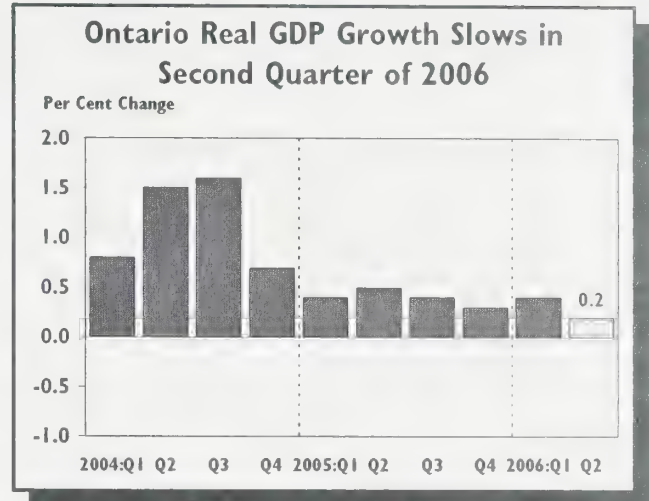
Ontario Ministry of Finance

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SECOND QUARTER HIGHLIGHTS: APRIL-JUNE 2006

- Ontario's **real Gross Domestic Product** grew by 0.2% (0.8% annualized) in the second (April to June) quarter of 2006, down from a 0.4% (1.4% annualized) pace in the first quarter. Ontario's growth was below that of Canada, which advanced 0.5%, and the U.S., which grew by 0.6% in the second quarter. Economic growth slowed noticeably in the second quarter in both Canada and in the U.S. (First quarter growth was 0.9% in Canada and 1.4% in the U.S.)



- The increase in second quarter real GDP reflected positive contributions from consumer spending, business investment spending and inventory accumulation. **Final domestic demand** which advanced 0.7%, continued to outpace GDP growth. **Net trade** dampened economic growth as exports fell, while imports were unchanged.
- Real consumer spending** growth remained solid in the second quarter, increasing 0.9%, following a 0.4% first quarter gain. A 2.0% jump in real non-durable spending was a major source of growth as household spending on food, beverages and motor fuels bounced back from low first quarter spending.
- Real residential construction** spending declined 2.6%, following a 3.3% jump in the first quarter. The decline was due largely to new housing construction which fell 3.7% in the second quarter, following a 4.0% jump in the first quarter.
- Real machinery and equipment investment** spending continued to climb in the second quarter, rising 1.7%, following a 0.6% first quarter advance. **Real non-residential investment spending** advanced 0.7%, following a 3.3% rise in the previous quarter.
- Ontario businesses continued adding to **inventories** in the second quarter of 2006 with stocks up an annualized \$7.2 billion (\$1997), following a build-up of \$5.0 billion in the first quarter.
- Ontario's **real exports** fell for the second straight quarter, declining by 1.3%, following a 0.2% drop in the first quarter. Weaker automotive, machinery and equipment and forestry product exports accounted for most of the export slowdown. **Real import** volumes were essentially unchanged, following a 0.3% rise in the first quarter. A drop in automotive imports was the

major factor limiting overall import growth.

- ❑ Declining real exports led to Ontario's real **net trade surplus** narrowing by \$4.6 billion (\$1997 dollars) to \$25.1 billion (\$1997 dollars) in the second quarter of 2006.
- ❑ In **current dollars**, **GDP** advanced 0.5% in the second quarter, slowing from its 0.7% first quarter rate of growth. Economy-wide prices as measured by the **GDP implicit price index** increased by 0.4%, matching the first quarter increase in prices.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2004	2005	2005q3	2005q4	2006q1	2006q2
Real GDP (Chained \$ 1997)	3.1	2.8	0.4	0.3	0.4	0.2
(annualized rate)			1.8	1.2	1.4	0.8
Personal spending	3.1	3.5	0.6	1.4	0.4	0.9
Government spending	3.1	3.7	0.5	1.8	1.1	1.1
Residential construction	3.5	0.8	1.6	-2.4	3.3	-2.6
Non-residential construction	-1.0	-1.1	-1.4	2.1	3.3	0.7
Machinery & equipment	8.9	11.0	5.6	3.1	0.6	1.7
Final Domestic Demand	3.4	3.7	1.0	1.4	0.9	0.7
Exports	5.8	2.7	2.1	1.1	-0.2	-1.3
Imports	7.2	4.7	3.2	3.3	0.3	0.0
Business inventories (Chained \$1997 billions)	3.3	5.1	5.1	4.7	5.0	7.2
Nominal GDP (\$ Current)	5.2	4.1	1.3	0.3	0.7	0.5
Corporation profits	13.7	-0.4	-1.8	-0.5	-3.3	-0.1
Personal income	4.5	4.7	1.5	1.0	1.6	0.5
Disposable income	4.1	3.7	1.5	0.9	1.8	0.5
Implicit price index, GDP	2.0	1.3	0.8	0.0	0.4	0.4

DEMAND AND INCOMES

CONSUMER SPENDING GROWTH CONTINUES

Real consumer spending remained strong in the second quarter, increasing 0.9%, following a 0.4% first quarter gain. A 2.0% jump in real non-durable spending was a major source of growth as household spending on food, beverages and motor fuels bounced back from low first quarter spending.

Consumer spending on semi-durable goods continued to grow at a healthy pace, rising 1.8% in the second quarter, following a strong 2.5% gain in the first quarter. Clothing expenditures advanced for the third consecutive quarter, jumping 3.2%.

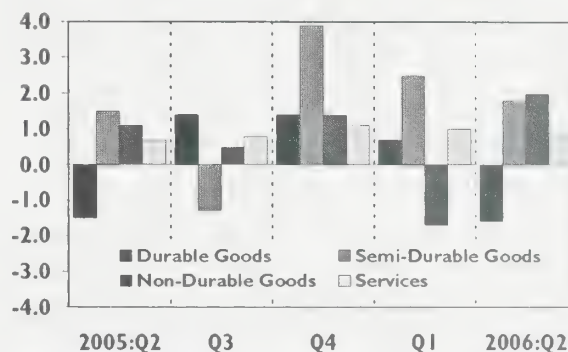
Real spending on durable goods fell sharply, decreasing 1.6% as purchases of autos and auto parts eased considerably. Growth in spending on furniture and household appliances was also weaker, reflecting an easing in Ontario's housing market.

Real consumer spending on services increased by 0.9% in the second quarter, following a 1.0% advance in the first quarter.

Personal disposable income advanced 0.5% in the second quarter, following a strong 1.8% gain in the first quarter. A sharp decline in the growth of government transfers following several one-time energy-related payments in the first quarter was the main factor responsible for the slower income growth. Labour income, the largest component of household income, increased by 0.9%, matching the first quarter pace.

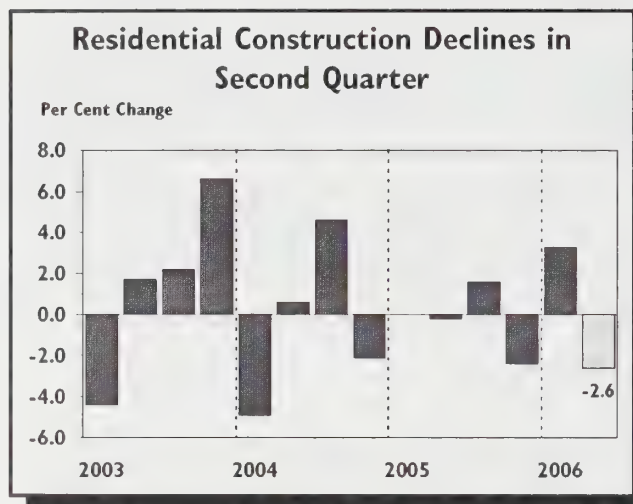
Real Consumer Spending Growth Continues

Per Cent Change



RESIDENTIAL CONSTRUCTION DECLINES IN SECOND QUARTER

Real residential construction investment declined 2.6%, following a 3.3% jump in the first quarter. The decline was largely due to a substantial swing in new housing construction from the first quarter of the year. New housing construction fell 3.7% in the second quarter, following a 4.0% jump in the first quarter. Much of the first quarter strength in new residential construction was due to unseasonably mild winter weather, which allowed builders to get an early start to the home-building season. Lower activity in both the resale housing market (a 2.1% decline in transfer costs) and renovations (-1.6%) also contributed to Ontario's softer housing market performance in the second quarter.

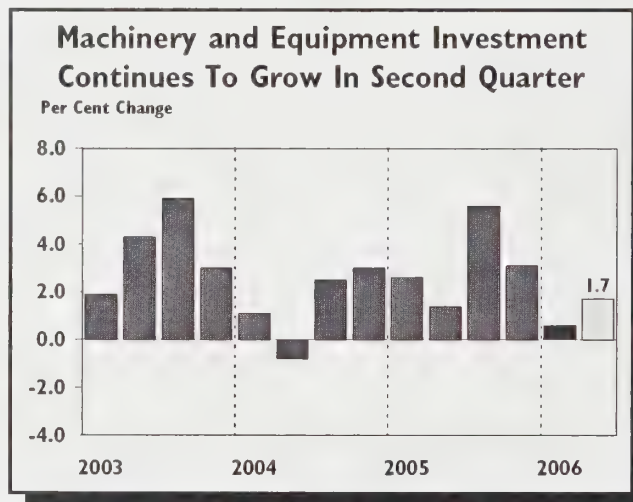


BUSINESS INVESTMENT SPENDING REMAINS STRONG

Capital spending by the business sector continued to be a strong source of growth for the economy, advancing 1.5% in the second quarter, the eighth consecutive quarterly gain.

Real machinery and equipment investment spending continued to climb, rising 1.7%, following a 0.6% first quarter advance. A surge in investment in telecommunications equipment, along with a jump in computers and other office equipment purchases accounted for much of the increase.

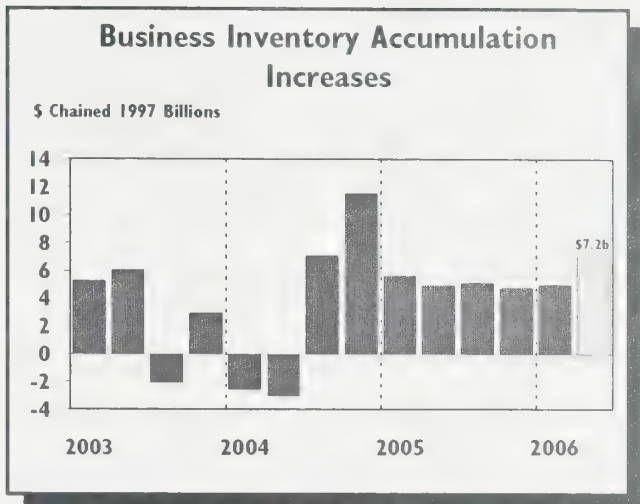
Business investment was also boosted by solid growth in **real non-residential construction spending** which advanced 0.7%, following a 3.3% rise in the previous quarter.



Ontario **pre-tax corporate profits** eased by 0.1%, following a 3.3% decline in the first quarter.

INVENTORIES CONTINUE TO RISE IN SECOND QUARTER

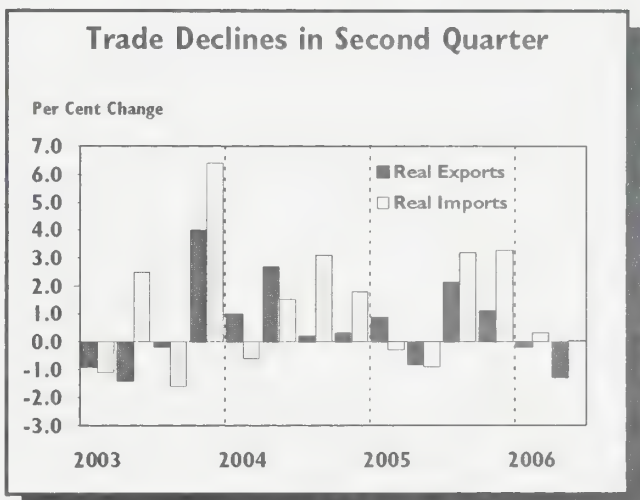
Ontario businesses continued adding to **inventories** in the second quarter of 2006 with stocks up an annualized \$7.2 billion (\$1997), following a \$5.0 billion build-up in the first quarter. The increase was broadly-based with stockpiling extending across manufacturing, wholesaling and retailing. Wholesale inventories jumped substantially in the second quarter, with stocks of building materials, machinery and equipment and autos all rising. Retail inventories were also pushed higher as motor vehicle inventories increased.



EXPORTS AND IMPORTS CONTINUE TO WEAKEN IN SECOND QUARTER

Real exports fell for the second straight quarter, declining by 1.3%, following a 0.2% drop in the first quarter. Autos, machinery and equipment and forestry products led the decline in the second quarter with slower U.S. demand and a strong Canadian dollar both contributing to the weakness in Ontario's export sector.

Real import growth remained weak for the second consecutive quarter as volumes were unchanged in the second quarter, following a modest 0.3% increase in the first quarter. The second quarter decline in consumer spending on automotive products was a major factor limiting import growth.



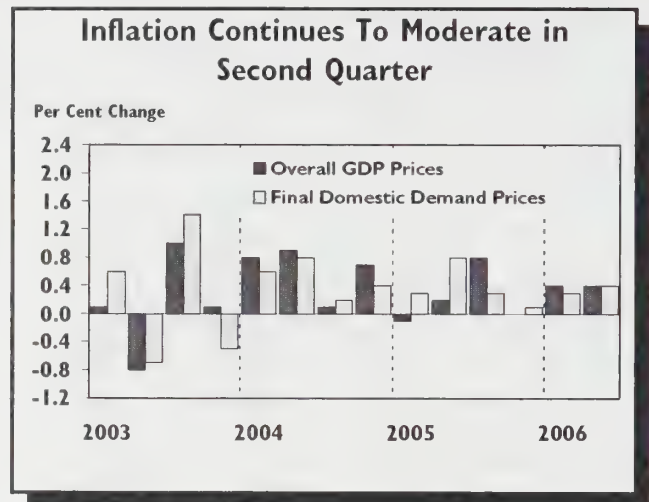
Ontario's real **net trade surplus** narrowed by \$4.6 billion (\$1997 dollars) to \$25.1 billion (\$1997 dollars) in the second quarter, leaving the surplus at its lowest level since the first quarter of 1994. The deterioration in net trade was the largest source of weakness for second quarter economic growth, reducing real GDP growth by 1.0 percentage point.

GDP INFLATION REMAINS MODEST IN SECOND QUARTER

Economy-wide prices as measured by the **GDP implicit price index** rose 0.4% in the second quarter, matching the rate of price increases in the first quarter. Due in part to the continued dampening effect of the rising Canadian dollar, the implicit price for Ontario's final domestic demand was also held to a modest 0.4% increase in the second quarter.

Import prices fell 0.5% in the second quarter, the fourth consecutive quarterly decline. Falling import prices continued to benefit both consumers and businesses with consumer prices increasing a modest 0.3%, while machinery and equipment prices fell by 2.0%.

Export prices were also lower in the second quarter, dropping 0.9%, the fourth consecutive quarter of declining export prices.



ONTARIO PRODUCTION BY INDUSTRY

INDUSTRIAL PRODUCTION IN SECOND QUARTER OF 2006

Industrial output advanced by 0.3% in the second quarter of 2006 (1.4% annualized), slowing from a 0.6% pace in the first quarter. Service sector output led growth, rising 0.7%, while activity in the goods-producing sector fell by 0.6%.

The professional and administrative services sector (+1.6%) contributed one third of the economy's second quarter growth, while the financial (+0.5%), wholesale trade (+1.2%) and retail trade (+1.3%) sectors also posted significant gains.

Manufacturing sector output fell 0.7% following a 1.4% first quarter decline. The construction (-0.8%) and information and cultural (-0.5%) sectors also reduced output levels in the second quarter.

ONTARIO OUTPUT BY SECTOR

(% change from previous period, chained \$1997)

	2004	2005	2005q3	2005q4	2006q1	2006q2
Goods Sector	3.0	2.2	0.8	0.0	-0.5	-0.6
Primary Industries	3.7	0.6	-0.4	-4.3	0.9	0.1
Utilities	1.4	2.6	0.9	-1.1	-0.1	0.9
Construction	0.0	1.5	1.3	1.0	2.8	-0.8
Manufacturing	3.8	2.4	0.8	0.3	-1.4	-0.7
Of which: Auto Industry	5.7	3.3	5.3	3.2	-4.7	-1.3
Service Sector	2.8	3.2	1.0	0.6	0.9	0.7
Wholesale Trade	5.2	7.3	1.0	2.0	3.5	1.2
Retail Trade	3.1	3.8	-0.2	0.2	0.8	1.3
Transportation and Warehousing	3.7	3.4	2.1	0.1	0.7	0.6
Information and Cultural Industries	0.5	3.7	2.9	0.5	0.3	-0.5
Finance, Insurance, Real Estate	3.5	3.4	1.4	0.6	0.7	0.5
Public Administration	1.9	2.1	0.3	1.7	0.4	0.8
Ontario Output at Basic Prices	2.8	2.9	0.9	0.4	0.6	0.3
(annualized rates)			3.7	1.7	2.3	1.4

Note: Ontario output by sector is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT DECLINES

The export-oriented manufacturing sector reduced its output by 0.7% in the second quarter of 2006, following a 1.4% first quarter decline as the sector continued to adjust to the rising Canadian dollar and slowing U.S. growth.

Seven of the eleven manufacturing industries included in the Ontario Economic Accounts, representing 68% of the sector's production, reduced their output.

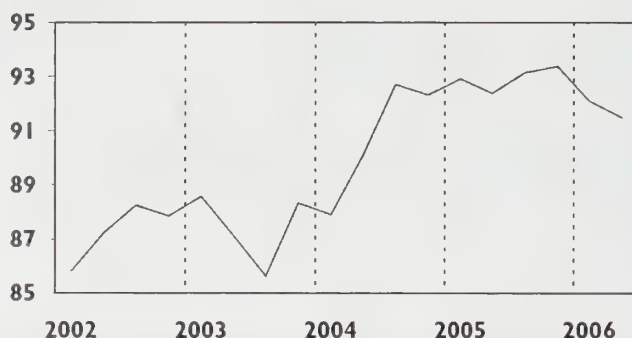
Two-thirds of the manufacturing decline occurred in the primary metal and fabricated metal product industry (-3.1%). Production by the plastic and rubber (-5.7%) and food, beverage and tobacco (-2.0%) industries was also lower.

The auto sector's output fell 1.3% following a 4.7% drop in the first quarter. Auto manufacturers cut output of both vehicles (-0.7%) and parts (-1.9%) in the second quarter.

These declines were offset in part, with higher output by the chemical and petroleum product industry which grew 4.8%, marking the end of six consecutive quarterly declines. The electrical and electronic products industry (+2.0%) also posted significant gains.

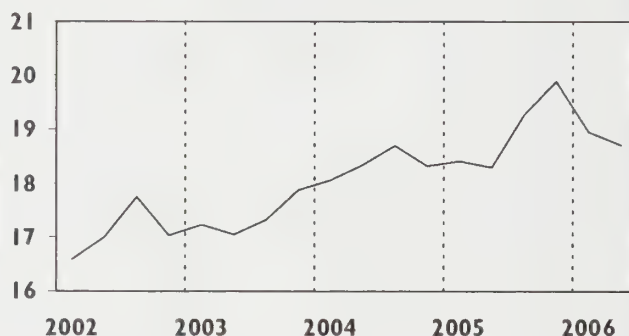
Manufacturing Down in Second Quarter

\$ 1997 Billions



Auto Industry Output Falls

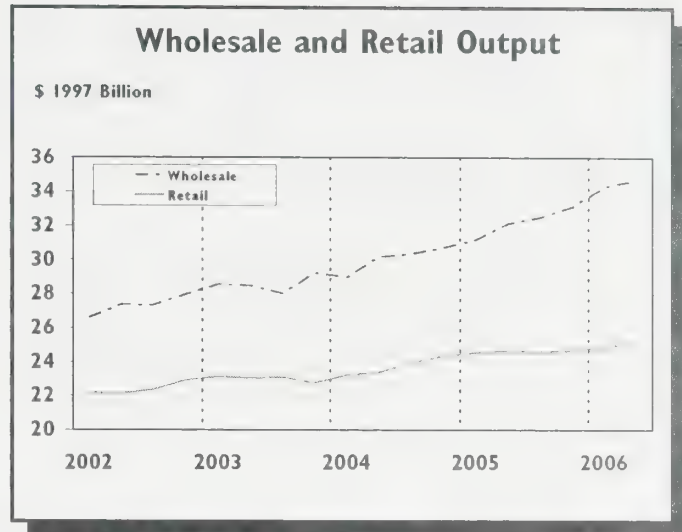
\$ 1997 Billions



WHOLESALE AND RETAIL TRADE

BOTH UP

Wholesaling activity advanced 1.2%. This marked the sector's ninth consecutive quarter of production increases. Second quarter growth in wholesale output was led by "other products" wholesalers (which includes recyclable materials, stationery and office supplies, agricultural feeds, chemicals and second-hand goods distributors) and by home and personal products wholesalers. Sales were higher in six of the 15 wholesale store categories representing nearly half of the sector.

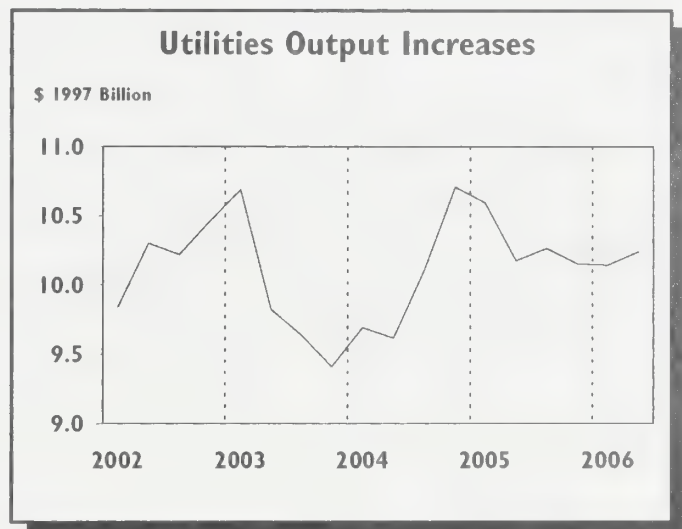


Retail sector output also advanced in the second quarter, up 1.3%. Higher activity in food and beverage stores and pharmacies offset lower volumes by new car dealers and building materials stores.

RESOURCES, UTILITIES AND CONSTRUCTION

Seasonally adjusted utilities output rose 0.9% in the second quarter following a modest decline (-0.1%) in the first quarter. Production in the electric power industry rose 1.4% after two consecutive declines.

Production in the agriculture, forestry, fishing and hunting sectors rose 1.1% in the second quarter, nearly making up for the first quarter decline (-1.5%). Mining output (-2.5%) was down for the fifth time over the last six quarters.



Construction sector output fell for the first time in more than a year (-0.8%). Activity in the residential construction industry fell 2.7% following a jump of 5.2% in the first quarter, the best in more than two years. This decline was offset by a 0.4% output advance in the non-residential and engineering construction industries.

Note: Construction industry activity is measured by the value added of the industry. This is a different statistical measure than the construction investment spending estimates included as part of expenditure-based Gross Domestic Product.

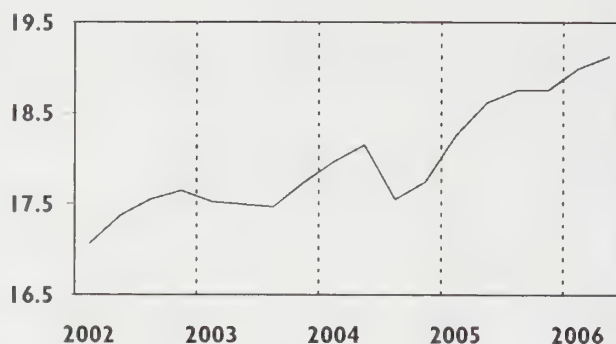
EDUCATION AND HEALTH CARE

Education services output rose 0.7% in the second quarter, following a 1.3% gain in the first quarter. Part of the increase in the second quarter reflected a return to normal activity levels following a strike by staff at community colleges during the first quarter.

Production in the health care and social services sector grew 0.9%, up for a fifth consecutive quarter. A total of 7,000 new jobs were created in the sector during the second quarter.

Education Activity Rises

\$ 1997 Billion

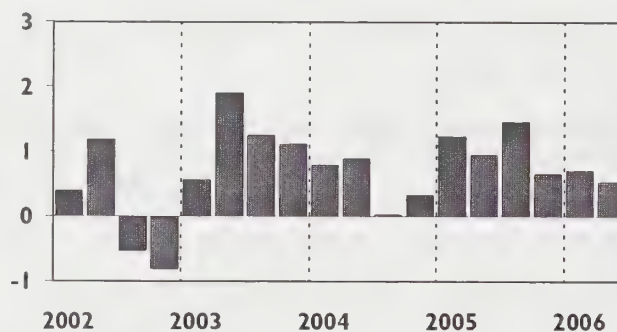


FINANCE, INSURANCE AND REAL ESTATE

Real output of the finance, insurance and real estate sector grew 0.5%, increasing for the fourteenth consecutive quarter and contributing one-third of the economy's overall second quarter growth. The advance was led by higher activity in banking (+1.7%).

Finance, Insurance & Real Estate Output

Per Cent Change

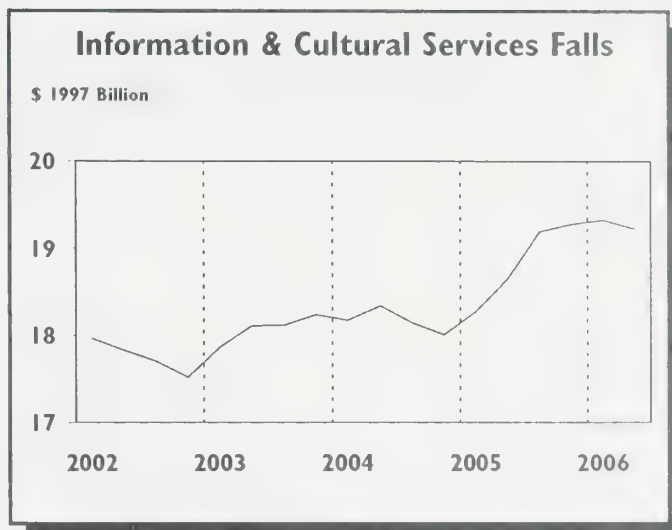


OTHER SERVICE SECTORS

Output by the professional and administrative services sector rose 1.6% in the second quarter. Most of the increase stemmed from a 1.9% rise in administrative services, where more than 6,000 jobs were created during the quarter.

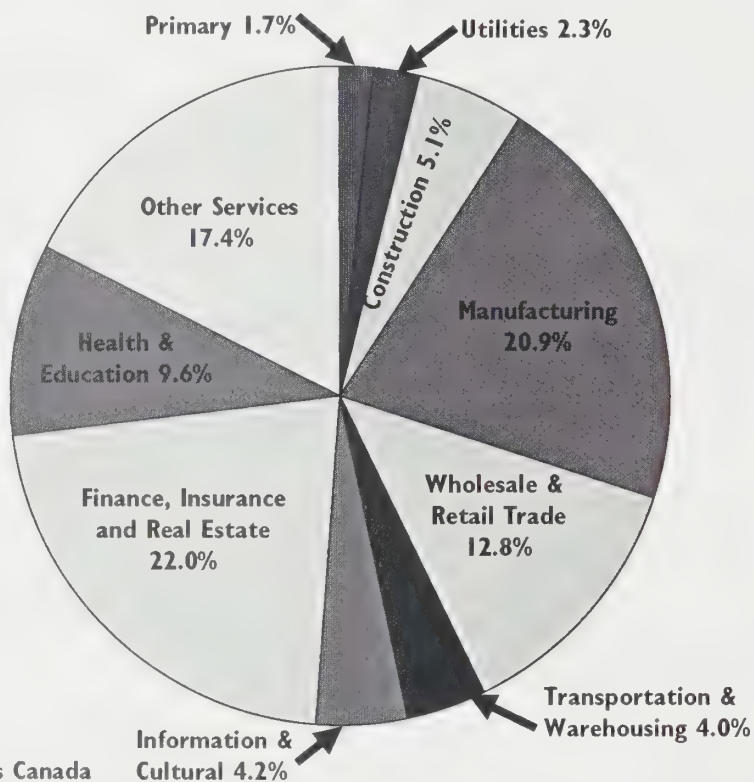
Output in the arts, entertainment and recreation sector rebounded by 1.2%, after declining by 1.8% in the first quarter.

Output in Ontario's information and culture sector (which includes telecommunications) fell by 0.5% in the second quarter, the first decline in a year and a half.



Structure of the Ontario Economy, 2005

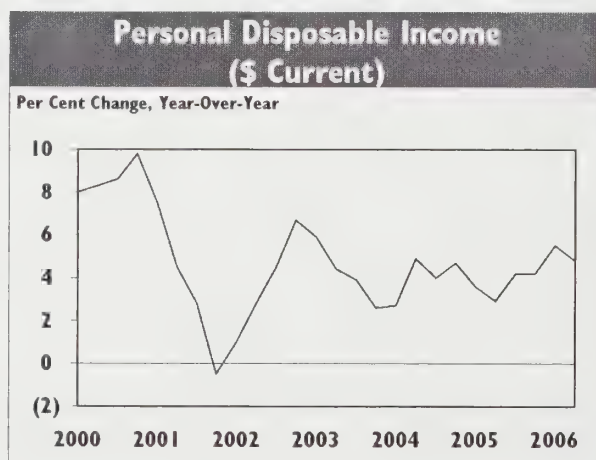
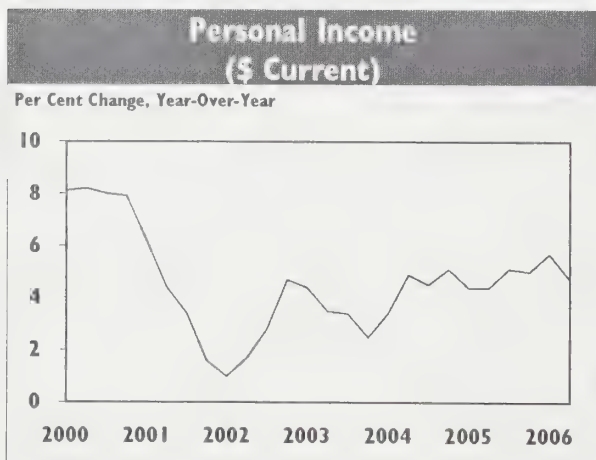
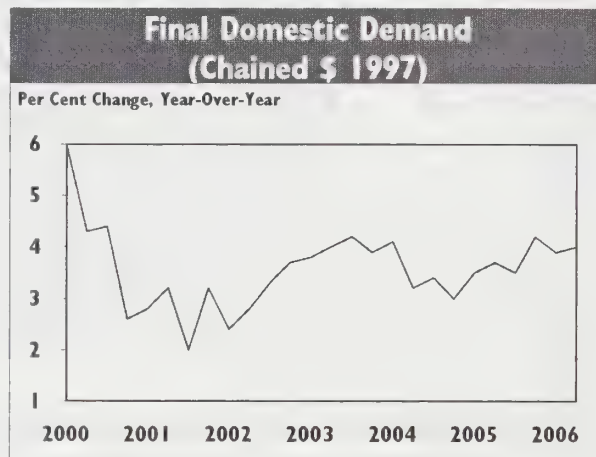
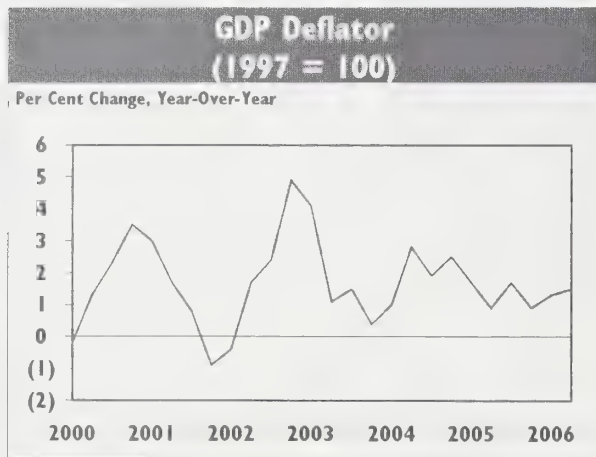
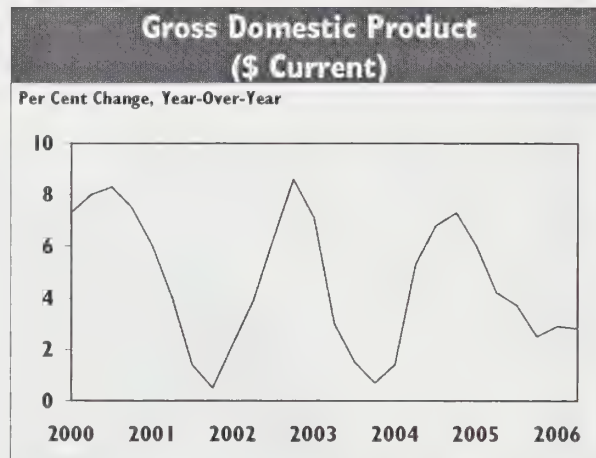
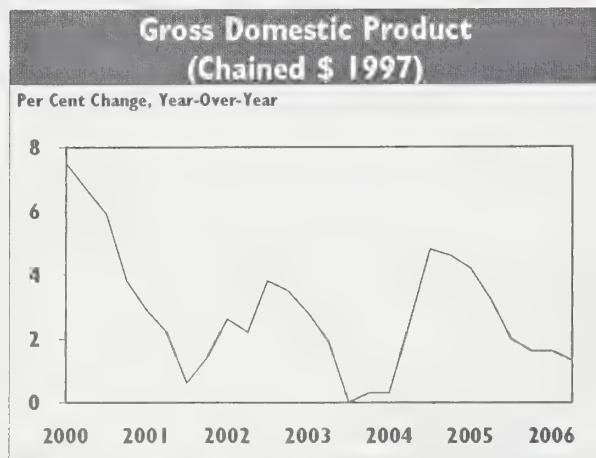
Per Cent Share of GDP



Source: Statistics Canada

Ontario Economic Accounts: Summary charts

(2000:1 - 2006:2)

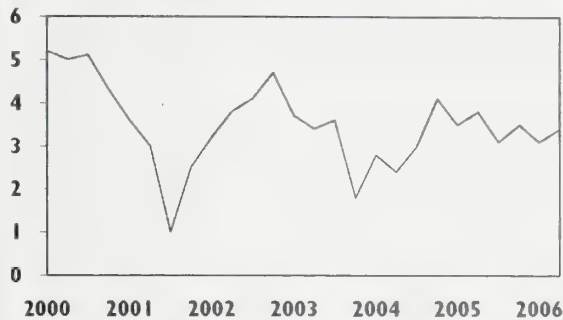


Ontario Economic Accounts: Summary charts

(2000:1 - 2006:2)

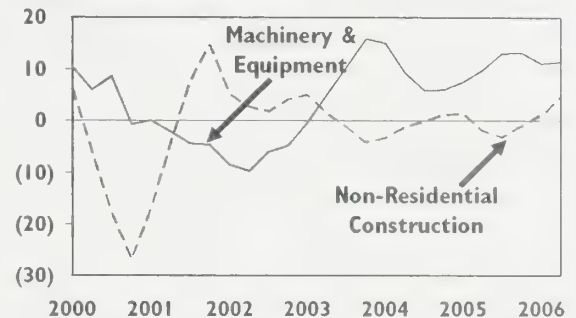
Consumer Spending (Chained \$ 1997)

Per Cent Change, Year-Over-Year



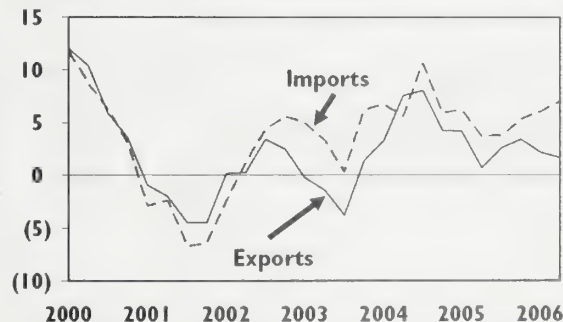
Business Plant & Equipment (Chained \$ 1997)

Per Cent Change, Year-Over-Year



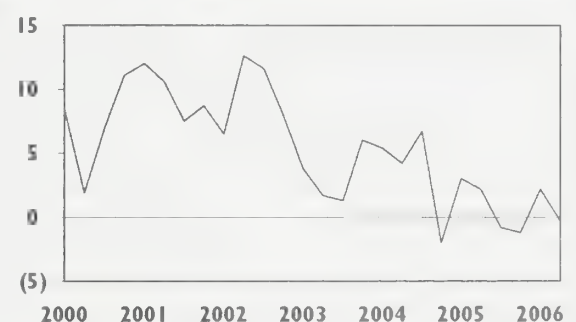
Trade (Chained \$ 1997)

Per Cent Change, Year-Over-Year



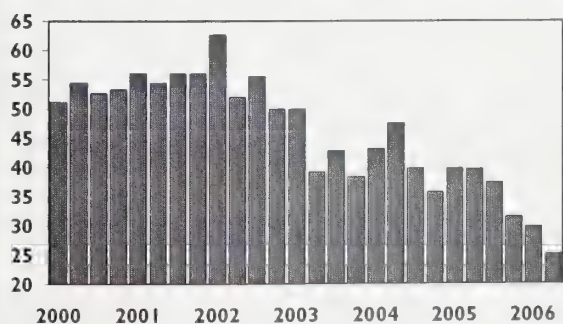
Residential Construction (Chained \$ 1997)

Per Cent Change, Year-Over-Year



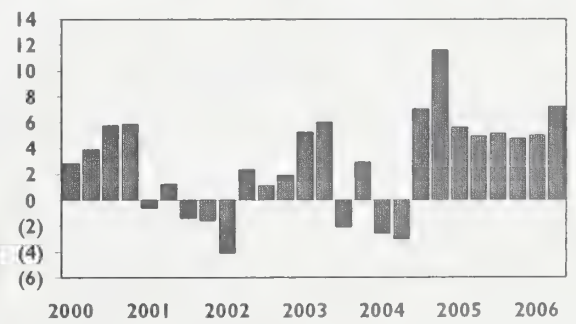
Net Exports (Chained \$ 1997)

\$ Billions



Change in Inventories (Chained \$ 1997)

\$ Billions



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics@fin.gov.on.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Wages, salaries and supplementary labour income (domestic basis)	259,416 1.1	260,677 0.5	262,615 0.7	266,335 1.4	270,034 1.4	273,352 1.2	275,882 0.9	278,145 0.8
2. Corporation profits before taxes	64,087 -5.8	55,891 -12.8	54,183 -3.1	53,334 -1.6	59,082 10.8	65,121 10.2	66,325 1.8	68,229 2.9
3. Interest and miscellaneous investment income	16,474 0.6	15,901 -3.5	16,440 3.4	15,886 -3.4	16,206 2.0	16,712 3.1	17,315 3.6	17,530 1.2
4. Net income of unincorporated business *	32,821 -0.5	32,566 -0.8	32,526 -0.1	32,678 0.5	33,367 2.1	34,075 2.1	34,438 1.1	34,796 1.0
5. Inventory valuation adjustment	1,903	4,982	935	-25	-2,492	-1,951	116	1,019
6. Indirect taxes less subsidies	60,235 1.0	59,928 -0.5	61,703 3.0	63,244 2.5	63,627 0.6	64,734 1.7	65,769 1.6	66,605 1.3
7. Capital consumption allowances	59,697 0.4	60,002 0.5	60,220 0.4	60,343 0.2	61,194 1.4	62,228 1.7	63,167 1.5	64,075 1.4
8. Statistical discrepancy	600	-1,716	972	2,582	1,116	-298	-299	4
9. Gross Domestic Product at market prices	495,233 0.8	488,231 -1.4	489,594 0.3	494,377 1.0	502,134 1.6	513,973 2.4	522,713 1.7	530,403 1.5
***	3.4	-5.5	1.1	4.0	6.4	9.8	7.0	6.0

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Wages, salaries and supplementary labour income (domestic basis)	281,693 1.3	285,815 1.5	289,819 1.4	293,732 1.4	296,397 0.9	299,197 0.9	- -	- -
2. Corporation profits before taxes	65,981 -3.3	64,758 -1.9	63,616 -1.8	63,290 -0.5	61,220 -3.3	61,173 -0.1	- -	- -
3. Interest and miscellaneous investment income	17,475 -0.3	17,187 -1.6	17,655 2.7	18,299 3.6	17,747 -3.0	17,570 -1.0	- -	- -
4. Net income of unincorporated business *	35,044 0.7	35,346 0.9	35,607 0.7	35,780 0.5	36,019 0.7	36,304 0.8	- -	- -
5. Inventory valuation adjustment	-418	-929	1,319	-514	827	221	-	-
6. Indirect taxes less subsidies	66,930 0.5	68,155 1.8	68,695 0.8	69,049 0.5	69,929 1.3	70,423 0.7	- -	- -
7. Capital consumption allowances	64,138 0.1	64,446 0.5	64,954 0.8	65,503 0.8	65,922 0.6	66,345 0.6	- -	- -
8. Statistical discrepancy	1,273	653	607	-1,414	-381	-577	-	-
9. Gross Domestic Product at market prices	532,116 0.3 1.3	535,431 0.6 2.5	542,272 1.3 5.2	543,725 0.3 1.1	547,680 0.7 2.9	550,656 0.5 2.2	- - -	- - -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	274,558 1.1	275,019 0.2	279,175 1.5	278,647 -0.2	284,286 2.0	287,239 1.0	291,281 1.4	296,211 1.7
2. Durable goods	36,593 -1.0	36,478 -0.3	37,102 1.7	34,574 -6.8	35,373 2.3	35,394 0.1	36,281 2.5	37,649 3.8
3. Semi-durable goods	23,383 0.9	23,461 0.3	23,765 1.3	23,272 -2.1	23,844 2.5	24,037 0.8	24,471 1.8	24,525 0.2
4. Non-durable goods	64,309 3.6	63,121 -1.8	64,406 2.0	65,256 1.3	66,515 1.9	67,305 1.2	68,195 1.3	69,542 2.0
5. Services	150,274 0.6	151,960 1.1	153,902 1.3	155,546 1.1	158,554 1.9	160,503 1.2	162,334 1.1	164,495 1.3
6. Government expenditure on goods and services:	97,710 2.0	99,327 1.7	102,944 3.6	103,803 0.8	104,360 0.5	105,138 0.7	105,728 0.6	106,486 0.7
7. Current expenditure	84,998 1.0	86,526 1.8	90,056 4.1	90,744 0.8	91,593 0.9	92,380 0.9	92,920 0.6	93,459 0.6
8. Capital expenditure	12,712 8.9	12,801 0.7	12,888 0.7	13,059 1.3	12,767 -2.2	12,759 -0.1	12,808 0.4	13,028 1.7
9. Business gross fixed capital formation:	72,852 -0.7	73,067 0.3	75,937 3.9	78,330 3.2	77,789 -0.7	79,603 2.3	81,586 2.5	81,399 -0.2
10. Residential structures	28,865 -2.3	29,568 2.4	30,999 4.8	32,971 6.4	32,211 -2.3	33,252 3.2	34,771 4.6	34,457 -0.9
11. Non-residential structures	12,269 1.5	12,031 -1.9	12,011 -0.2	11,979 -0.3	12,306 2.7	12,624 2.6	12,867 1.9	13,024 1.2
12. Machinery and equipment	31,717 -0.0	31,469 -0.8	32,927 4.6	33,380 1.4	33,273 -0.3	33,727 1.4	33,948 0.7	33,918 -0.1
13. Exports of goods and services	322,001 -1.3	301,221 -6.5	300,435 -0.3	310,349 3.3	317,491 2.3	334,270 5.3	330,004 -1.3	321,825 -2.5
14. DEDUCT: Imports of goods and services	277,679 -1.2	268,409 -3.3	263,928 -1.7	275,640 4.4	277,749 0.8	290,108 4.4	291,520 0.5	285,727 -2.0
15. Value of physical change in inventories:	6,393	6,290	-3,997	1,471	-2,928	-2,467	5,336	10,212
16. Non-farm	6,724	6,582	-4,169	1,180	-3,104	-2,511	5,383	10,061
17. Farm	-332	-273	149	339	86	71	29	115
18. Government	1	-19	23	-49	90	-26	-77	37
19. Statistical discrepancy	-600	1,716	-972	-2,582	-1,116	298	299	-4
20. Gross Domestic Product at market prices	495,233 0.8 3.4	488,231 -1.4 -5.5	489,594 0.3 1.1	494,377 1.0 4.0	502,134 1.6 6.4	513,973 2.4 9.8	522,713 1.7 7.0	530,403 1.5 6.0
21. Final domestic demand	445,119 1.0	447,413 0.5	458,056 2.4	460,780 0.6	466,435 1.2	471,980 1.2	478,595 1.4	484,096 1.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	299,552 1.1	302,833 1.1	306,067 1.1	310,673 1.5	312,953 0.7	316,754 1.2	-	-
2. Durable goods	37,661 0.0	36,933 -1.9	37,532 1.6	38,005 1.3	38,186 0.5	37,246 -2.5	-	-
3. Semi-durable goods	24,354 -0.7	24,768 1.7	24,482 -1.2	25,565 4.4	25,759 0.8	26,122 1.4	-	-
4. Non-durable goods	70,617 1.5	71,922 1.8	73,365 2.0	74,275 1.2	74,029 -0.3	76,234 3.0	-	-
5. Services	166,920 1.5	169,210 1.4	170,688 0.9	172,827 1.3	174,979 1.2	177,152 1.2	-	-
6. Government expenditure on goods and services:	109,228 2.6	111,979 2.5	113,078 1.0	115,223 1.9	116,962 1.5	119,392 2.1	-	-
7. Current expenditure	96,260 3.0	98,747 2.6	99,629 0.9	101,438 1.8	102,880 1.4	105,144 2.2	-	-
8. Capital expenditure	12,969 -0.5	13,232 2.0	13,449 1.6	13,785 2.5	14,082 2.2	14,248 1.2	-	-
9. Business gross fixed capital formation:	82,693 1.6	83,666 1.2	85,476 2.2	86,281 0.9	88,233 2.3	87,861 -0.4	-	-
10. Residential structures	34,601 0.4	35,046 1.3	35,653 1.7	35,253 -1.1	36,925 4.7	36,427 -1.3	-	-
11. Non-residential structures	13,282 2.0	13,107 -1.3	13,069 -0.3	13,489 3.2	14,072 4.3	14,322 1.8	-	-
12. Machinery and equipment	34,810 2.6	35,513 2.0	36,754 3.5	37,540 2.1	37,236 -0.8	37,112 -0.3	-	-
13. Exports of goods and services	328,181 2.0	329,567 0.4	335,279 1.7	339,023 1.1	335,167 -1.1	327,633 -2.2	-	-
14. DEDUCT: Imports of goods and services	291,975 2.2	296,294 1.5	301,905 1.9	311,154 3.1	310,908 -0.1	309,318 -0.5	-	-
15. Value of physical change in inventories:	5,708	4,334	4,885	2,264	4,892	7,757	-	-
16. Non-farm	5,668	4,341	4,981	2,301	4,880	7,945	-	-
17. Farm	41	-5	-119	-57	-49	-146	-	-
18. Government	-1	-2	23	20	60	-42	-	-
19. Statistical discrepancy	-1,273	-653	-607	1,414	381	577	-	-
20. Gross Domestic Product at market prices	532,116 0.3 1.3	535,431 0.6 2.5	542,272 1.3 5.2	543,725 0.3 1.1	547,680 0.7 2.9	550,656 0.5 2.2	-	-
21. Final domestic demand	491,474 1.5	498,478 1.4	504,621 1.2	512,177 1.5	518,148 1.2	524,007 1.1	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	247,490 0.3	249,245 0.7	251,114 0.8	250,997 -0.0	254,392 1.4	255,223 0.3	258,603 1.3	261,347 1.1
2. Durable goods	37,407 -1.2	37,213 -0.5	37,955 2.0	35,418 -6.7	36,502 3.1	36,375 -0.3	37,585 3.3	38,916 3.5
3. Semi-durable goods	22,492 1.5	22,725 1.0	22,993 1.2	22,364 -2.7	22,901 2.4	23,174 1.2	23,854 2.9	23,852 -0.0
4. Non-durable goods	52,912 0.8	52,996 0.2	52,807 -0.4	54,039 2.3	54,251 0.4	54,038 -0.4	54,146 0.2	54,377 0.4
5. Services	134,876 0.3	136,482 1.2	137,643 0.9	138,989 1.0	140,690 1.2	141,606 0.7	143,190 1.1	144,532 0.9
6. Government expenditure on goods and services:	86,967 1.8	88,706 2.0	88,759 0.1	90,852 2.4	91,217 0.4	92,060 0.9	91,480 -0.6	91,666 0.2
7. Current expenditure	75,023 1.2	76,291 1.7	76,201 -0.1	78,015 2.4	78,673 0.8	79,844 1.5	79,349 -0.6	79,395 0.1
8. Capital expenditure	12,017 6.3	12,511 4.1	12,671 1.3	12,951 2.2	12,606 -2.7	12,221 -3.0	12,135 -0.7	12,288 1.3
9. Business gross fixed capital formation:	67,572 -1.0	69,129 2.3	71,346 3.2	74,039 3.8	72,921 -1.5	72,926 0.0	75,094 3.0	75,345 0.3
10. Residential structures	23,999 -4.4	24,416 1.7	24,960 2.2	26,619 6.6	25,306 -4.9	25,454 0.6	26,631 4.6	26,082 -2.1
11. Non-residential structures	10,453 -0.1	10,302 -1.4	10,162 -1.4	10,019 -1.4	10,106 0.9	10,162 0.5	10,149 -0.1	10,129 -0.2
12. Machinery and equipment	32,861 1.9	34,278 4.3	36,306 5.9	37,384 3.0	37,785 1.1	37,500 -0.8	38,442 2.5	39,614 3.0
13. Exports of goods and services	305,374 -0.9	301,112 -1.4	300,431 -0.2	312,493 4.0	315,585 1.0	324,042 2.7	324,808 0.2	325,883 0.3
14. DEDUCT: Imports of goods and services	255,396 -1.1	261,825 2.5	257,605 -1.6	274,081 6.4	272,422 -0.6	276,565 1.5	285,009 3.1	290,118 1.8
15. Value of physical change in inventories:	5,338	6,074	-1,922	3,268	-2,019	-2,689	7,430	12,018
16. Non-farm	5,260	6,024	-2,064	2,942	-2,599	-3,024	7,081	11,569
17. Farm	75	73	119	398	601	233	317	547
18. Government	3	-23	23	-72	-21	102	32	-98
19. Statistical discrepancy	-556	1,601	-898	-2,383	-1,022	270	271	-4
20. Gross Domestic Product at market prices	458,199 0.7 3.0	455,401 -0.6 -2.4	452,312 -0.7 -2.7	456,218 0.9 3.5	459,798 0.8 3.2	466,573 1.5 6.0	474,007 1.6 6.5	477,430 0.7 2.9
21. Final domestic demand	402,064 0.5	407,099 1.3	411,151 1.0	415,774 1.1	418,483 0.7	420,183 0.4	425,072 1.2	428,254 0.7

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	263,409 0.8	265,001 0.6	266,707 0.6	270,473 1.4	271,613 0.4	274,078 0.9	-	-
2. Durable goods	38,997 0.2	38,426 -1.5	38,955 1.4	39,488 1.4	39,773 0.7	39,148 -1.6	-	-
3. Semi-durable goods	23,954 0.4	24,302 1.5	23,996 -1.3	24,927 3.9	25,543 2.5	26,013 1.8	-	-
4. Non-durable goods	54,641 0.5	55,263 1.1	55,563 0.5	56,356 1.4	55,375 -1.7	56,473 2.0	-	-
5. Services	146,127 1.1	147,177 0.7	148,363 0.8	149,936 1.1	151,422 1.0	152,712 0.9	-	-
6. Government expenditure on goods and services:	93,675 2.2	94,565 1.0	95,046 0.5	96,796 1.8	97,855 1.1	98,910 1.1	-	-
7. Current expenditure	81,310 2.4	82,088 1.0	82,431 0.4	83,869 1.7	84,708 1.0	85,697 1.2	-	-
8. Capital expenditure	12,361 0.6	12,473 0.9	12,621 1.2	12,944 2.6	13,173 1.8	13,230 0.4	-	-
9. Business gross fixed capital formation:	76,286 1.2	76,313 0.0	78,434 2.8	78,937 0.6	80,642 2.2	80,420 -0.3	-	-
10. Residential structures	26,073 -0.0	26,011 -0.2	26,415 1.6	25,781 -2.4	26,637 3.3	25,935 -2.6	-	-
11. Non-residential structures	10,254 1.2	9,969 -2.8	9,826 -1.4	10,035 2.1	10,366 3.3	10,436 0.7	-	-
12. Machinery and equipment	40,628 2.6	41,192 1.4	43,491 5.6	44,835 3.1	45,122 0.6	45,908 1.7	-	-
13. Exports of goods and services	328,972 0.9	326,342 -0.8	333,220 2.1	336,972 1.1	336,253 -0.2	331,740 -1.3	-	-
14. DEDUCT: Imports of goods and services	289,252 -0.3	286,716 -0.9	295,847 3.2	305,528 3.3	306,544 0.3	306,651 0.0	-	-
15. Value of physical change in inventories:	5,957	5,200	5,236	4,733	5,158	7,176	-	-
16. Non-farm	5,625	4,951	5,125	4,738	4,984	7,171	-	-
17. Farm	322	222	135	-12	153	20	-	-
18. Government	10	27	-24	7	21	-15	-	-
19. Statistical discrepancy	-1,147	-587	-542	1,262	339	511	-	-
20. Gross Domestic Product at market prices	479,339 0.4 1.6	481,520 0.5 1.8	483,673 0.4 1.8	485,146 0.3 1.2	486,845 0.4 1.4	487,760 0.2 0.8	-	-
21. Final domestic demand	433,285 1.2	435,823 0.6	440,052 1.0	446,114 1.4	449,974 0.9	453,328 0.7	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1.	Wages, salaries and supplementary labour income (national basis)	256,419 1.0	257,482 0.4	261,134 1.4	263,816 1.0	267,570 1.4	270,883 1.2	273,317 0.9	275,691 0.9
2.	Net income of unincorporated business *	32,821 -0.5	32,566 -0.8	32,526 -0.1	32,678 0.5	33,367 2.1	34,075 2.1	34,438 1.1	34,796 1.0
3.	Interest, dividends and miscellaneous investment income	43,564 -0.8	42,996 -1.3	44,099 2.6	43,409 -1.6	44,120 1.6	45,215 2.5	45,277 0.1	46,217 2.1
4.	Current transfers from government, corporations and non-residents	47,299 0.5	47,274 -0.1	47,377 0.2	47,326 -0.1	48,085 1.6	48,636 1.1	49,349 1.5	50,112 1.5
5.	Equals: Personal income	380,103 0.6	380,318 0.1	385,136 1.3	387,229 0.5	393,142 1.5	398,809 1.4	402,381 0.9	406,816 1.1
6.	Deduct: Personal direct taxes	57,642 -4.1	58,091 0.8	59,388 2.2	60,492 1.9	61,713 2.0	62,049 0.5	64,797 4.4	66,313 2.3
7.	Other current transfers to government	26,909 1.2	27,425 1.9	27,732 1.1	28,153 1.5	27,886 -0.9	27,631 -0.9	27,673 0.2	27,769 0.3
8.	Equals: Personal disposable income	295,552 1.5	294,802 -0.3	298,016 1.1	298,584 0.2	303,543 1.7	309,129 1.8	309,911 0.3	312,734 0.9
9.	Deduct: Personal expenditure on consumer goods and services	274,558 1.1	275,019 0.2	279,175 1.5	278,647 -0.2	284,286 2.0	287,239 1.0	291,281 1.4	296,211 1.7
10.	Current transfers to corporations	4,971 4.1	5,061 1.8	5,288 4.5	5,364 1.4	5,393 0.5	5,464 1.3	5,425 -0.7	5,561 2.5
11.	Current transfers to non-residents	1,319 1.2	1,277 -3.2	1,273 -0.3	1,307 2.7	1,345 2.9	1,415 5.2	1,429 1.0	1,409 -1.4
12.	Equals: Personal saving	14,704 9.3	13,445 -8.6	12,280 -8.7	13,266 8.0	12,519 -5.6	15,011 19.9	11,776 -21.6	9,553 -18.9
13.	Personal saving rate (percent)	5.0	4.6	4.1	4.4	4.1	4.9	3.8	3.1
14.	Real personal disposable income ** (millions of chained (1997) dollars)	266,414 0.8	267,173 0.3	268,061 0.3	268,955 0.3	271,624 1.0	274,674 1.1	275,142 0.2	275,926 0.3
15.	Population (thousands)	12,169 0.1	12,209 0.3	12,260 0.4	12,305 0.4	12,320 0.1	12,357 0.3	12,407 0.4	12,454 0.4
16.	Personal disposable income per capita (dollars)	24,287 1.4	24,147 -0.6	24,309 0.7	24,265 -0.2	24,638 1.5	25,016 1.5	24,978 -0.2	25,111 0.5
17.	Real personal disposable income per capita (chained (1997) dollars)	21,893 0.7	21,884 -0.0	21,865 -0.1	21,857 -0.0	22,047 0.9	22,227 0.8	22,176 -0.2	22,155 -0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Wages, salaries and supplementary labour income (national basis)	279,329 1.3	283,407 1.5	287,866 1.6	290,896 1.1	293,535 0.9	296,308 0.9	-	-
2. Net income of unincorporated business *	35,044 0.7	35,346 0.9	35,607 0.7	35,780 0.5	36,019 0.7	36,304 0.8	-	-
3. Interest, dividends and miscellaneous investment income	46,507 0.6	46,862 0.8	47,673 1.7	48,601 1.9	49,361 1.6	50,184 1.7	-	-
4. Current transfers from government, corporations and non-residents	49,613 -1.0	50,821 2.4	51,631 1.6	51,935 0.6	54,994 5.9	53,089 -3.5	-	-
5. Equals: Personal income	410,493 0.9	416,436 1.4	422,777 1.5	427,212 1.0	433,909 1.6	435,885 0.5	-	-
6. Deduct: Personal direct taxes	67,950 2.5	70,011 3.0	71,533 2.2	73,013 2.1	73,531 0.7	73,366 -0.2	-	-
7. Other current transfers to government	27,963 0.7	28,215 0.9	28,322 0.4	28,307 -0.1	28,569 0.9	29,096 1.8	-	-
8. Equals: Personal disposable income	314,580 0.6	318,210 1.2	322,922 1.5	325,892 0.9	331,809 1.8	333,423 0.5	-	-
9. Deduct: Personal expenditure on consumer goods and services	299,552 1.1	302,833 1.1	306,067 1.1	310,673 1.5	312,953 0.7	316,754 1.2	-	-
10. Current transfers to corporations	5,832 4.9	5,982 2.6	6,150 2.8	6,311 2.6	6,503 3.0	6,718 3.3	-	-
11. Current transfers to non-residents	1,423 1.0	1,428 0.4	1,447 1.3	1,422 -1.7	1,484 4.4	1,487 0.2	-	-
12. Equals: Personal saving	7,773 -18.6	7,967 2.5	9,258 16.2	7,486 -19.1	10,869 45.2	8,464 -22.1	-	-
13. Personal saving rate (percent)	2.5	2.5	2.9	2.3	3.3	2.5	-	-
14. Real personal disposable income ** (millions of chained (1997) dollars)	276,624 0.3	278,457 0.7	281,394 1.1	283,723 0.8	287,978 1.5	288,501 0.2	-	-
15. Population (thousands)	12,462 0.1	12,494 0.3	12,541 0.4	12,590 0.4	12,599 0.1	12,631 0.2	-	-
16. Personal disposable income per capita (dollars)	25,242 0.5	25,469 0.9	25,748 1.1	25,885 0.5	26,335 1.7	26,398 0.2	-	-
17. Real personal disposable income per capita (chained (1997) dollars)	22,197 0.2	22,287 0.4	22,437 0.7	22,536 0.4	22,857 1.4	22,842 -0.1	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Exports of goods and services	322,001 -1.3	301,221 -6.5	300,435 -0.3	310,349 3.3	317,491 2.3	334,270 5.3	330,004 -1.3	321,825 -2.5
2. Of which: International	229,002 -2.2	211,804 -7.5	209,260 -1.2	216,839 3.6	223,149 2.9	237,863 6.6	231,218 -2.8	223,463 -3.4
3. Of which: Interprovincial	92,999 0.9	89,417 -3.9	91,175 2.0	93,510 2.6	94,342 0.9	96,408 2.2	98,786 2.5	98,363 -0.4
4. Imports of goods and services	277,679 -1.2	268,409 -3.3	263,928 -1.7	275,640 4.4	277,749 0.8	290,108 4.4	291,520 0.5	285,727 -2.0
5. Trade balance	44,322	32,812	36,506	34,709	39,742	44,163	38,483	36,099

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Exports of goods and services	328,181 2.0	329,567 0.4	335,279 1.7	339,023 1.1	335,167 -1.1	327,633 -2.2	-	-
2. Of which: International	227,422 1.8	229,127 0.7	234,694 2.4	239,626 2.1	233,768 -2.4	225,214 -3.7	-	-
3. Of which: Interprovincial	100,759 2.4	100,440 -0.3	100,585 0.1	99,397 -1.2	101,399 2.0	102,420 1.0	-	-
4. Imports of goods and services	291,975 2.2	296,294 1.5	301,905 1.9	311,154 3.1	310,908 -0.1	309,318 -0.5	-	-
5. Trade balance	36,207	33,273	33,374	27,869	24,259	18,315	-	-

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	110.9 0.8	110.3 -0.5	111.2 0.8	111.0 -0.1	111.8 0.7	112.5 0.7	112.6 0.1	113.3 0.6
2. Durable goods	97.8 0.2	98.0 0.2	97.8 -0.3	97.6 -0.1	96.9 -0.7	97.3 0.4	96.5 -0.8	96.7 0.2
3. Semi-durable goods	104.0 -0.5	103.2 -0.7	103.4 0.1	104.1 0.7	104.1 0.1	103.7 -0.4	102.6 -1.1	102.8 0.2
4. Non-durable goods	121.5 2.7	119.1 -2.0	122.0 2.4	120.8 -1.0	122.6 1.5	124.6 1.6	125.9 1.1	127.9 1.5
5. Services	111.4 0.3	111.3 -0.1	111.8 0.4	111.9 0.1	112.7 0.7	113.3 0.6	113.4 0.0	113.8 0.4
6. Government expenditure on goods and services:	112.4 0.1	112.0 -0.3	116.0 3.6	114.3 -1.5	114.4 0.1	114.2 -0.2	115.6 1.2	116.2 0.5
7. Current expenditure	113.3 -0.2	113.4 0.1	118.2 4.2	116.3 -1.6	116.4 0.1	115.7 -0.6	117.1 1.2	117.7 0.5
8. Capital expenditure	105.8 2.5	102.3 -3.3	101.7 -0.6	100.8 -0.9	101.3 0.4	104.4 3.1	105.5 1.1	106.0 0.4
9. Business gross fixed capital formation:	107.8 0.3	105.7 -2.0	106.4 0.7	105.8 -0.6	106.7 0.8	109.2 2.3	108.6 -0.5	108.0 -0.6
10. Residential structures	120.3 2.2	121.1 0.7	124.2 2.6	123.9 -0.3	127.3 2.8	130.6 2.6	130.6 -0.1	132.1 1.2
11. Non-residential structures	117.4 1.6	116.8 -0.5	118.2 1.2	119.6 1.2	121.8 1.8	124.2 2.0	126.8 2.1	128.6 1.4
12. Machinery and equipment	96.5 -1.9	91.8 -4.9	90.7 -1.2	89.3 -1.5	88.1 -1.4	89.9 2.1	88.3 -1.8	85.6 -3.0
13. Exports of goods and services	105.4 -0.4	100.0 -5.1	100.0 -0.0	99.3 -0.7	100.6 1.3	103.2 2.5	101.6 -1.5	98.8 -2.8
14. DEDUCT: Imports of goods and services	108.7 -0.2	102.5 -5.7	102.5 -0.1	100.6 -1.8	102.0 1.4	104.9 2.9	102.3 -2.5	98.5 -3.7
15. Gross Domestic Product at market prices	108.1 0.1 0.4	107.2 -0.8 -3.2	108.2 1.0 3.9	108.4 0.1 0.5	109.2 0.8 3.1	110.2 0.9 3.5	110.3 0.1 0.4	111.1 0.7 3.0
16. Final domestic demand	110.7 0.6	109.9 -0.7	111.4 1.4	110.8 -0.5	111.5 0.6	112.3 0.8	112.6 0.2	113.0 0.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	113.7 0.3	114.3 0.5	114.8 0.4	114.9 0.1	115.2 0.3	115.6 0.3	- -	- -
2. Durable goods	96.6 -0.2	96.1 -0.5	96.3 0.2	96.2 -0.1	96.0 -0.2	95.1 -0.9	- -	- -
3. Semi-durable goods	101.7 -1.1	101.9 0.2	102.0 0.1	102.6 0.5	100.8 -1.7	100.4 -0.4	- -	- -
4. Non-durable goods	129.2 1.1	130.1 0.7	132.0 1.5	131.8 -0.2	133.7 1.4	135.0 1.0	- -	- -
5. Services	114.2 0.4	115.0 0.6	115.0 0.1	115.3 0.2	115.6 0.3	116.0 0.4	- -	- -
6. Government expenditure on goods and services:	116.6 0.4	118.4 1.6	119.0 0.5	119.0 0.1	119.5 0.4	120.7 1.0	- -	- -
7. Current expenditure	118.4 0.6	120.3 1.6	120.9 0.5	120.9 0.1	121.5 0.4	122.7 1.0	- -	- -
8. Capital expenditure	104.9 -1.0	106.1 1.1	106.6 0.4	106.5 -0.1	106.9 0.4	107.7 0.7	- -	- -
9. Business gross fixed capital formation:	108.4 0.3	109.6 1.1	109.0 -0.6	109.3 0.3	109.4 0.1	109.3 -0.1	- -	- -
10. Residential structures	132.7 0.5	134.7 1.5	135.0 0.2	136.7 1.3	138.6 1.4	140.5 1.3	- -	- -
11. Non-residential structures	129.5 0.7	131.5 1.5	133.0 1.2	134.4 1.1	135.7 1.0	137.2 1.1	- -	- -
12. Machinery and equipment	85.7 0.1	86.2 0.6	84.5 -2.0	83.7 -0.9	82.5 -1.4	80.8 -2.0	- -	- -
13. Exports of goods and services	99.8 1.0	101.0 1.2	100.6 -0.4	100.6 -0.0	99.7 -0.9	98.8 -0.9	- -	- -
14. DEDUCT: Imports of goods and services	100.9 2.5	103.3 2.4	102.0 -1.3	101.8 -0.2	101.4 -0.4	100.9 -0.5	- -	- -
15. Gross Domestic Product at market prices	111.0 -0.1 -0.3	111.2 0.2 0.7	112.1 0.8 3.3	112.1 -0.0 -0.1	112.5 0.4 1.5	112.9 0.4 1.4	- - -	- - -
16. Final domestic demand	113.4 0.3	114.4 0.8	114.7 0.3	114.8 0.1	115.2 0.3	115.6 0.4	- -	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2002	2003	2004	2005
1. Wages, salaries and supplementary labour income (domestic basis)	251,314 3.4	262,261 4.4	274,353 4.6	287,765 4.9
2. Corporation profits before taxes	60,551 22.7	56,874 -6.1	64,689 13.7	64,411 -0.4
3. Interest and miscellaneous investment income	15,891 -6.5	16,175 1.8	16,941 4.7	17,654 4.2
4. Net income of unincorporated business *	32,107 8.7	32,648 1.7	34,169 4.7	35,444 3.7
5. Inventory valuation adjustment	-1,608	1,949	-827	-136
6. Indirect taxes less subsidies	61,210 3.7	61,278 0.1	65,184 6.4	68,207 4.6
7. Capital consumption allowances	57,735 5.2	60,066 4.0	62,666 4.3	64,760 3.3
8. Statistical discrepancy	328	610	131	280
9. Gross Domestic Product at market prices	477,528 5.3	491,859 3.0	517,306 5.2	538,386 4.1

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	264,573 5.7	276,850 4.6	289,754 4.7	304,781 5.2
2. Durable goods	36,110 7.6	36,187 0.2	36,174 -0.0	37,533 3.8
3. Semi-durable goods	23,010 4.0	23,470 2.0	24,219 3.2	24,792 2.4
4. Non-durable goods	59,873 5.3	64,273 7.3	67,889 5.6	72,545 6.9
5. Services	145,580 5.7	152,920 5.0	161,472 5.6	169,912 5.2
6. Government expenditure on goods and services:	92,656 6.2	100,946 8.9	105,428 4.4	112,377 6.6
7. Current expenditure	81,431 6.1	88,081 8.2	92,588 5.1	99,018 6.9
8. Capital expenditure	11,224 7.1	12,865 14.6	12,840 -0.2	13,359 4.0
9. Business gross fixed capital formation:	72,358 2.6	75,047 3.7	80,094 6.7	84,529 5.5
10. Residential structures	28,266 14.6	30,601 8.3	33,673 10.0	35,138 4.4
11. Non-residential structures	11,733 4.9	12,072 2.9	12,705 5.2	13,237 4.2
12. Machinery and equipment	32,359 -6.7	32,373 0.0	33,716 4.1	36,154 7.2
13. Exports of goods and services	323,224 2.5	308,501 -4.6	325,898 5.6	333,013 2.2
14. DEDUCT: Imports of goods and services	275,028 2.7	271,414 -1.3	286,276 5.5	300,332 4.9
15. Value of physical change in inventories:	73	2,539	2,538	4,298
16. Non-farm	-119	2,579	2,457	4,323
17. Farm	198	-29	75	-35
18. Government	-6	-11	6	10
19. Statistical discrepancy	-328	-610	-131	-280
20. Gross Domestic Product at market prices	477,528 5.3	491,859 3.0	517,306 5.2	538,386 4.1
21. Final domestic demand	429,587 5.3	452,842 5.4	475,277 5.0	501,687 5.6

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 9

Millions of chained (1997) dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	242,127 3.9	249,711 3.1	257,391 3.1	266,398 3.5
2. Durable goods	36,709 8.0	36,998 0.8	37,344 0.9	38,967 4.3
3. Semi-durable goods	21,962 3.9	22,644 3.1	23,445 3.5	24,294 3.6
4. Non-durable goods	51,501 2.8	53,189 3.3	54,203 1.9	55,456 2.3
5. Services	132,185 3.4	136,998 3.6	142,505 4.0	147,901 3.8
6. Government expenditure on goods and services:	83,937 3.0	88,821 5.8	91,606 3.1	95,021 3.7
7. Current expenditure	73,054 2.6	76,382 4.6	79,315 3.8	82,424 3.9
8. Capital expenditure	10,899 6.0	12,537 15.0	12,313 -1.8	12,600 2.3
9. Business gross fixed capital formation:	67,407 0.2	70,521 4.6	74,071 5.0	77,493 4.6
10. Residential structures	24,220 9.6	24,998 3.2	25,868 3.5	26,070 0.8
11. Non-residential structures	10,218 3.4	10,234 0.2	10,137 -1.0	10,021 -1.1
12. Machinery and equipment	32,663 -7.3	35,207 7.8	38,335 8.9	42,537 11.0
13. Exports of goods and services	307,936 1.6	304,852 -1.0	322,579 5.8	331,377 2.7
14. DEDUCT: Imports of goods and services	252,866 2.2	262,227 3.7	281,028 7.2	294,335 4.7
15. Value of physical change in inventories:	473	3,190	3,685	5,281
16. Non-farm	342	3,040	3,257	5,110
17. Farm	143	166	424	167
18. Government	-12	-17	4	5
19. Statistical discrepancy	-320	-559	-121	-253
20. Gross Domestic Product at market prices	450,009 3.0	455,533 1.2	469,452 3.1	482,419 2.8
21. Final domestic demand	393,453 3.1	409,022 4.0	422,998 3.4	438,818 3.7

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME
TABLE 10
Millions of dollars

		2002	2003	2004	2005
1.	Wages, salaries and supplementary labour income (national basis)	248,441 3.6	259,713 4.5	271,865 4.7	285,375 5.0
2.	Net income of unincorporated business *	32,107 8.7	32,648 1.7	34,169 4.7	35,444 3.7
3.	Interest, dividends and miscellaneous investment income	43,918 -6.1	43,517 -0.9	45,207 3.9	47,411 4.9
4.	Current transfers from government, corporations and non-residents	45,952 1.8	47,319 3.0	49,046 3.6	51,000 4.0
5.	Equals: Personal income	370,418 2.6	383,197 3.4	400,287 4.5	419,230 4.7
6.	Deduct: Personal direct taxes	59,808 -4.3	58,903 -1.5	63,718 8.2	70,627 10.8
7.	Other current transfers to government	25,766 7.0	27,555 6.9	27,740 0.7	28,202 1.7
8.	Equals: Personal disposable income	284,844 3.7	296,739 4.2	308,829 4.1	320,401 3.7
9.	Deduct: Personal expenditure on consumer goods and services	264,573 5.7	276,850 4.6	289,754 4.7	304,781 5.2
10.	Current transfers to corporations	4,557 -8.5	5,171 13.5	5,461 5.6	6,069 11.1
11.	Current transfers to non-residents	1,316 61.5	1,294 -1.7	1,400 8.2	1,430 2.2
12.	Equals: Personal saving	14,398 -22.4	13,424 -6.8	12,215 -9.0	8,121 -33.5
13.	Personal saving rate (percent)	5.1	4.5	4.0	2.5
14.	Real personal disposable income ** (millions of chained (1997) dollars)	260,684 2.0	267,651 2.7	274,342 2.5	280,050 2.1
15.	Population (thousands)	12,102 1.7	12,260 1.3	12,407 1.2	12,541 1.1
16.	Personal disposable income per capita (dollars)	23,537 2.0	24,205 2.8	24,891 2.8	25,547 2.6
17.	Real personal disposable income per capita (chained (1997) dollars)	21,541 0.3	21,832 1.4	22,111 1.3	22,330 1.0

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE

TABLE 11

Millions of dollars

	2002	2003	2004	2005
1. Exports of goods and services	323,224 2.5	308,501 -4.6	325,898 5.6	333,013 2.2
2. Of which: International	234,004 1.9	216,726 -7.4	228,923 5.6	232,717 1.7
3. Of which: Interprovincial	89,220 4.0	91,775 2.9	96,974 5.7	100,295 3.4
4. Imports of goods and services	275,028 2.7	271,414 -1.3	286,276 5.5	300,332 4.9
5. Trade balance	48,196	37,087	39,622	32,681

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	109.3 1.7	110.9 1.5	112.6 1.5	114.4 1.6
2. Durable goods	98.4 -0.4	97.8 -0.6	96.9 -1.0	96.3 -0.6
3. Semi-durable goods	104.8 0.1	103.7 -1.1	103.3 -0.3	102.0 -1.2
4. Non-durable goods	116.2 2.4	120.8 4.0	125.2 3.6	130.8 4.4
5. Services	110.1 2.2	111.6 1.4	113.3 1.5	114.9 1.4
6. Government expenditure on goods and services:	110.4 3.2	113.6 3.0	115.1 1.3	118.3 2.8
7. Current expenditure	111.5 3.5	115.3 3.5	116.7 1.2	120.1 2.9
8. Capital expenditure	103.0 1.0	102.7 -0.3	104.3 1.6	106.0 1.6
9. Business gross fixed capital formation:	107.3 2.4	106.4 -0.8	108.1 1.6	109.1 0.9
10. Residential structures	116.7 4.5	122.4 4.9	130.2 6.4	134.8 3.6
11. Non-residential structures	114.8 1.4	118.0 2.7	125.3 6.2	132.1 5.4
12. Machinery and equipment	99.1 0.7	92.1 -7.1	88.0 -4.4	85.0 -3.4
13. Exports of goods and services	105.0 0.9	101.2 -3.6	101.0 -0.2	100.5 -0.5
14. DEDUCT: Imports of goods and services	108.8 0.5	103.6 -4.8	101.9 -1.6	102.0 0.1
15. Gross Domestic Product at market prices	106.1 2.1	108.0 1.8	110.2 2.0	111.6 1.3
16. Final domestic demand	109.2 2.1	110.7 1.4	112.4 1.5	114.3 1.8

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Goods Producing Industries	128,246 0.9	126,125 -1.7	124,686 -1.1	128,230 2.8	127,393 -0.7	129,273 1.5	132,690 2.6	132,916 0.2
2. Primary	7,255 -2.5	7,109 -2.0	7,113 0.0	7,286 2.4	7,330 0.6	7,444 1.6	7,489 0.6	7,564 1.0
3. Agriculture, Forestry, Fishing & Hunting	4,426 -3.2	4,485 1.3	4,469 -0.3	4,491 0.5	4,515 0.5	4,518 0.1	4,506 -0.3	4,579 1.6
4. Mining	2,823 -1.5	2,615 -7.4	2,631 0.6	2,780 5.6	2,803 0.9	2,917 4.1	2,978 2.1	2,983 0.1
5. Utilities	10,689 2.2	9,825 -8.1	9,639 -1.9	9,409 -2.4	9,692 3.0	9,615 -0.8	10,111 5.2	10,707 5.9
6. Electric Power	8,230 1.1	7,681 -6.7	7,625 -0.7	7,504 -1.6	7,703 2.6	7,608 -1.2	8,038 5.6	8,599 7.0
7. Natural Gas, Water and Other	2,479 6.1	2,173 -12.3	2,054 -5.5	1,953 -4.9	2,057 5.3	2,090 1.6	2,175 4.1	2,229 2.5
8. Construction	21,725 1.6	22,068 1.6	22,312 1.1	23,199 4.0	22,483 -3.1	22,130 -1.6	22,388 1.2	22,322 -0.3
9. Residential Buildings	8,559 1.2	8,807 2.9	8,972 1.9	9,569 6.6	9,186 -4.0	9,191 0.1	9,572 4.1	9,392 -1.9
10. Non-Residential Buildings and Engineering	13,166 1.9	13,261 0.7	13,340 0.6	13,631 2.2	13,298 -2.4	12,939 -2.7	12,816 -0.9	12,930 0.9
11. Manufacturing	88,576 0.8	87,122 -1.6	85,621 -1.7	88,336 3.2	87,887 -0.5	90,084 2.5	92,702 2.9	92,324 -0.4
12. Food, Beverage, & Tobacco Products	9,637 1.7	9,597 -0.4	9,638 0.4	9,829 2.0	9,942 1.1	10,117 1.8	10,375 2.6	10,303 -0.7
13. Textile, Clothing, & Leather Products	1,737 -1.9	1,696 -2.4	1,677 -1.1	1,795 7.1	1,695 -5.6	1,660 -2.1	1,594 -4.0	1,516 -4.9
14. Wood Products and Furniture	5,167 3.1	5,133 -0.7	4,960 -3.4	5,041 1.6	5,000 -0.8	5,069 1.4	5,174 2.1	5,400 4.4
15. Paper Products and Printing	6,602 2.6	6,547 -0.8	6,565 0.3	6,757 2.9	6,497 -3.8	6,496 -0.0	6,596 1.5	6,420 -2.7
16. Chemical and Petroleum Products	8,610 -0.4	8,570 -0.5	8,502 -0.8	8,840 4.0	8,967 1.4	9,042 0.8	9,460 4.6	9,438 -0.2
17. Plastic and Rubber Products	6,356 0.5	5,958 -6.3	5,774 -3.1	5,949 3.0	5,979 0.5	6,088 1.8	6,181 1.5	6,237 0.9
18. Primary Metal & Fabricated Metal Products	13,359 1.9	13,103 -1.9	12,540 -4.3	13,287 6.0	12,704 -4.4	13,346 5.1	13,954 4.6	13,881 -0.5
19. Machinery	6,205 -4.7	6,027 -2.9	5,800 -3.8	5,902 1.8	5,844 -1.0	5,996 2.6	6,223 3.8	6,177 -0.7

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
20. Electrical and Electronic Products	8,221 0.7	7,866 -4.3	7,389 -6.1	7,481 1.2	7,602 1.6	7,992 5.1	8,431 5.5	8,429 -0.0
21. Transportation Equipment	18,237 0.9	18,099 -0.8	18,315 1.2	18,945 3.4	19,210 1.4	19,596 2.0	20,040 2.3	19,853 -0.9
22. Auto Industry (Vehicles & Parts)	17,224 1.2	17,047 -1.0	17,315 1.6	17,867 3.2	18,058 1.1	18,337 1.5	18,689 1.9	18,318 -2.0
23. Other Transportation Equipment	1,013 -2.7	1,052 3.8	1,000 -5.0	1,078 7.9	1,152 6.8	1,259 9.3	1,350 7.3	1,535 13.7
24. Other Manufacturing	4,326 0.3	4,297 -0.7	4,128 -3.9	4,064 -1.5	4,041 -0.6	4,304 6.5	4,319 0.3	4,352 0.8
25. Services Producing Industries	292,303 0.7	293,326 0.4	293,927 0.2	297,422 1.2	299,534 0.7	302,513 1.0	303,140 0.2	304,488 0.4
26. Wholesale Trade	28,516 2.1	28,473 -0.1	28,004 -1.6	29,221 4.3	28,963 -0.9	30,143 4.1	30,336 0.6	30,699 1.2
27. Retail Trade	23,139 1.0	23,035 -0.5	23,110 0.3	22,757 -1.5	23,236 2.1	23,394 0.7	23,952 2.4	24,352 1.7
28. Transportation and Warehousing	16,410 1.6	16,482 0.4	16,727 1.5	17,321 3.6	17,264 -0.3	17,356 0.5	17,405 0.3	17,406 0.0
29. Information & Culture (including Telecommunications)	17,862 1.9	18,109 1.4	18,115 0.0	18,240 0.7	18,173 -0.4	18,337 0.9	18,142 -1.1	18,006 -0.7
30. Finance, Insurance, Real Estate, Rental & Leasing	89,378 0.6	91,073 1.9	92,215 1.3	93,243 1.1	93,992 0.8	94,826 0.9	94,856 0.0	95,169 0.3
31. Professional and Administrative Services	33,140 -0.1	33,075 -0.2	32,688 -1.2	32,282 -1.2	32,777 1.5	33,387 1.9	33,470 0.2	33,616 0.4
32. Education	17,524 -0.7	17,495 -0.2	17,465 -0.2	17,732 1.5	17,970 1.3	18,149 1.0	17,552 -3.3	17,739 1.1
33. Health Care and Social Services	22,766 1.7	22,885 0.5	23,288 1.8	23,568 1.2	23,633 0.3	23,548 -0.4	23,859 1.3	23,821 -0.2
34. Arts, Entertainment & Recreation	3,886 3.0	3,981 2.4	4,012 0.8	4,162 3.7	4,081 -2.0	4,050 -0.7	4,000 -1.2	3,941 -1.5
35. Accommodation and Food	8,579 -3.5	7,895 -8.0	7,919 0.3	8,066 1.9	8,137 0.9	8,234 1.2	8,266 0.4	8,423 1.9
36. Other Services	10,020 -0.4	9,892 -1.3	9,803 -0.9	9,962 1.6	10,057 1.0	10,055 -0.0	9,995 -0.6	10,089 0.9
37. Public Administration	21,211 0.9	21,068 -0.7	20,726 -1.6	21,020 1.4	21,420 1.9	21,220 -0.9	21,506 1.3	21,440 -0.3
38. Total Production	420,609 0.8	419,500 -0.3	418,651 -0.2	425,680 1.7	426,916 0.3	431,724 1.1	435,718 0.9	437,255 0.4
	* 3.1	* -1.1	* -0.8	* 6.9	* 1.2	* 4.6	* 3.8	* 1.4

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Goods Producing Industries	133,276 0.3	132,713 -0.4	133,814 0.8	133,840 0.0	133,176 -0.5	132,390 -0.6	-	-
2. Primary	7,544 -0.3	7,617 1.0	7,583 -0.4	7,254 -4.3	7,319 0.9	7,323 0.1	-	-
3. Agriculture, Forestry, Fishing & Hunting	4,600 0.5	4,704 2.2	4,751 1.0	4,639 -2.4	4,570 -1.5	4,622 1.1	-	-
4. Mining	2,935 -1.6	2,897 -1.3	2,807 -3.1	2,582 -8.0	2,669 3.4	2,602 -2.5	-	-
5. Utilities	10,593 -1.1	10,176 -3.9	10,267 0.9	10,151 -1.1	10,143 -0.1	10,238 0.9	-	-
6. Electric Power	8,426 -2.0	8,116 -3.7	8,178 0.8	8,154 -0.3	8,132 -0.3	8,246 1.4	-	-
7. Natural Gas, Water and Other	2,189 -1.8	2,107 -3.8	2,159 2.5	2,090 -3.2	2,103 0.7	2,085 -0.9	-	-
8. Construction	22,231 -0.4	22,531 1.4	22,822 1.3	23,050 1.0	23,692 2.8	23,495 -0.8	-	-
9. Residential Buildings	9,312 -0.9	9,507 2.1	9,579 0.8	9,492 -0.9	9,986 5.2	9,715 -2.7	-	-
10. Non-Residential Buildings and Engineering	12,919 -0.1	13,024 0.8	13,242 1.7	13,557 2.4	13,709 1.1	13,767 0.4	-	-
11. Manufacturing	92,909 0.6	92,388 -0.6	93,141 0.8	93,384 0.3	92,116 -1.4	91,481 -0.7	-	-
12. Food, Beverage, & Tobacco Products	10,340 0.4	10,419 0.8	10,532 1.1	10,302 -2.2	10,246 -0.5	10,038 -2.0	-	-
13. Textile, Clothing, & Leather Products	1,525 0.6	1,444 -5.3	1,410 -2.3	1,401 -0.6	1,352 -3.5	1,333 -1.4	-	-
14. Wood Products and Furniture	5,454 1.0	5,441 -0.2	5,453 0.2	5,439 -0.2	5,426 -0.2	5,439 0.2	-	-
15. Paper Products and Printing	6,440 0.3	6,448 0.1	6,616 2.6	6,509 -1.6	6,345 -2.5	6,266 -1.3	-	-
16. Chemical and Petroleum Products	9,225 -2.3	9,142 -0.9	8,947 -2.1	8,467 -5.4	8,406 -0.7	8,814 4.8	-	-
17. Plastic and Rubber Products	6,176 -1.0	6,016 -2.6	5,934 -1.4	6,090 2.6	6,091 0.0	5,745 -5.7	-	-
18. Primary Metal & Fabricated Metal Products	13,983 0.7	13,874 -0.8	13,315 -4.0	13,364 0.4	12,789 -4.3	12,388 -3.1	-	-
19. Machinery	6,439 4.2	6,364 -1.2	6,283 -1.3	6,602 5.1	6,680 1.2	6,538 -2.1	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
20. Electrical and Electronic Products	9,034 7.2	9,238 2.3	9,425 2.0	9,473 0.5	9,927 4.8	10,129 2.0	-	-
21. Transportation Equipment	19,823 -0.2	19,646 -0.9	20,588 4.8	21,178 2.9	20,141 -4.9	19,931 -1.0	-	-
22. Auto Industry (Vehicles & Parts)	18,406 0.5	18,299 -0.6	19,267 5.3	19,885 3.2	18,942 -4.7	18,703 -1.3	-	-
23. Other Transportation Equipment	1,416 -7.7	1,347 -4.9	1,321 -1.9	1,293 -2.1	1,347 4.2	1,380 2.4	-	-
24. Other Manufacturing	4,370 0.4	4,154 -5.0	4,337 4.4	4,157 -4.2	4,406 6.0	4,560 3.5	-	-
25. Services Producing Industries	307,374 0.9	311,111 1.2	314,194 1.0	316,159 0.6	319,134 0.9	321,471 0.7	-	-
26. Wholesale Trade	31,154 1.5	32,128 3.1	32,464 1.0	33,107 2.0	34,278 3.5	34,682 1.2	-	-
27. Retail Trade	24,556 0.8	24,661 0.4	24,613 -0.2	24,666 0.2	24,858 0.8	25,174 1.3	-	-
28. Transportation and Warehousing	17,609 1.2	17,800 1.1	18,170 2.1	18,197 0.1	18,324 0.7	18,433 0.6	-	-
29. Information & Culture (including Telecommunications)	18,275 1.5	18,645 2.0	19,187 2.9	19,275 0.5	19,325 0.3	19,222 -0.5	-	-
30. Finance, Insurance, Real Estate, Rental & Leasing	96,341 1.2	97,257 1.0	98,663 1.4	99,303 0.6	99,995 0.7	100,527 0.5	-	-
31. Professional and Administrative Services	33,492 -0.4	33,981 1.5	33,977 -0.0	33,964 -0.0	34,337 1.1	34,886 1.6	-	-
32. Education	18,260 2.9	18,612 1.9	18,755 0.8	18,750 -0.0	18,992 1.3	19,125 0.7	-	-
33. Health Care and Social Services	23,688 -0.6	23,999 1.3	24,364 1.5	24,474 0.5	24,594 0.5	24,817 0.9	-	-
34. Arts, Entertainment & Recreation	3,947 0.1	3,968 0.5	4,016 1.2	4,109 2.3	4,034 -1.8	4,081 1.2	-	-
35. Accommodation and Food	8,390 -0.4	8,275 -1.4	8,163 -1.3	8,227 0.8	8,286 0.7	8,239 -0.6	-	-
36. Other Services	10,146 0.6	10,194 0.5	10,246 0.5	10,223 -0.2	10,266 0.4	10,255 -0.1	-	-
37. Public Administration	21,598 0.7	21,759 0.7	21,823 0.3	22,196 1.7	22,284 0.4	22,467 0.8	-	-
38. Total Production	440,522 0.7	443,568 0.7	447,624 0.9	449,487 0.4	452,091 0.6	453,673 0.3	-	-
	* 3.0	2.8	3.7	1.7	2.3	1.4	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2002	2003	2004	2005
1. Goods Producing Industries	126,216 2.9	126,822 0.5	130,568 3.0	133,411 2.2
2. Primary	7,365 -3.0	7,191 -2.4	7,457 3.7	7,500 0.6
3. Agriculture, Forestry, Fishing & Hunting	4,401 -0.4	4,468 1.5	4,530 1.4	4,673 3.2
4. Mining	2,959 -6.7	2,712 -8.3	2,920 7.7	2,805 -3.9
5. Utilities	10,208 5.9	9,891 -3.1	10,031 1.4	10,297 2.6
6. Electric Power	8,120 4.2	7,760 -4.4	7,987 2.9	8,218 2.9
7. Natural Gas, Water and Other	2,124 11.8	2,165 1.9	2,138 -1.3	2,136 -0.1
8. Construction	21,362 6.3	22,326 4.5	22,331 0.0	22,659 1.5
9. Residential Buildings	8,588 9.6	8,977 4.5	9,335 4.0	9,473 1.5
10. Non-Residential Buildings and Engineering	12,774 4.3	13,350 4.5	12,996 -2.7	13,186 1.5
11. Manufacturing	87,281 2.3	87,414 0.2	90,749 3.8	92,956 2.4
12. Food, Beverage, & Tobacco Products	9,652 -1.0	9,675 0.2	10,184 5.3	10,398 2.1
13. Textile, Clothing, & Leather Products	1,865 -8.0	1,726 -7.4	1,616 -6.4	1,445 -10.6
14. Wood Products and Furniture	4,969 3.2	5,075 2.1	5,161 1.7	5,447 5.5
15. Paper Products and Printing	6,534 0.1	6,617 1.3	6,502 -1.7	6,503 0.0
16. Chemical and Petroleum Products	8,614 6.5	8,631 0.2	9,227 6.9	8,946 -3.0
17. Plastic and Rubber Products	6,014 8.7	6,009 -0.1	6,121 1.9	6,054 -1.1
18. Primary Metal & Fabricated Metal Products	12,961 6.1	13,072 0.9	13,471 3.1	13,634 1.2
19. Machinery	6,083 1.2	5,984 -1.6	6,060 1.3	6,422 6.0

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2002	2003	2004	2005
20. Electrical and Electronic Products	7,795 -3.3	7,739 -0.7	8,114 4.8	9,293 14.5
21. Transportation Equipment	18,484 2.2	18,399 -0.5	19,675 6.9	20,309 3.2
22. Auto Industry (Vehicles & Parts)	17,089 4.4	17,363 1.6	18,351 5.7	18,964 3.3
23. Other Transportation Equipment	1,395 -18.4	1,036 -25.8	1,324 27.8	1,344 1.5
24. Other Manufacturing	4,128 5.1	4,204 1.8	4,254 1.2	4,254 0.0
25. Services Producing Industries	287,647 2.9	294,244 2.3	302,419 2.8	312,210 3.2
26. Wholesale Trade	27,286 3.0	28,554 4.6	30,035 5.2	32,213 7.3
27. Retail Trade	22,399 7.3	23,010 2.7	23,734 3.1	24,624 3.8
28. Transportation and Warehousing	16,637 0.1	16,735 0.6	17,358 3.7	17,944 3.4
29. Information & Culture (including Telecommunications)	17,753 2.7	18,082 1.8	18,165 0.5	18,846 3.7
30. Finance, Insurance, Real Estate, Rental & Leasing	89,397 2.4	91,477 2.3	94,711 3.5	97,891 3.4
31. Professional and Administrative Services	31,911 4.2	32,796 2.8	33,313 1.6	33,854 1.6
32. Education	17,409 2.0	17,554 0.8	17,853 1.7	18,594 4.2
33. Health Care and Social Services	22,233 2.5	23,127 4.0	23,715 2.5	24,131 1.8
34. Arts, Entertainment & Recreation	3,834 1.6	4,010 4.6	4,018 0.2	4,010 -0.2
35. Accommodation and Food	8,864 1.0	8,115 -8.4	8,265 1.8	8,264 -0.0
36. Other Services	9,843 4.3	9,919 0.8	10,049 1.3	10,202 1.5
37. Public Administration	20,222 2.8	21,006 3.9	21,396 1.9	21,844 2.1
38. Total Production	413,944 2.9	421,110 1.7	432,903 2.8	445,300 2.9

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

**For further information on the *Ontario Economic Accounts*,
please contact us at:**

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics@fin.gov.on.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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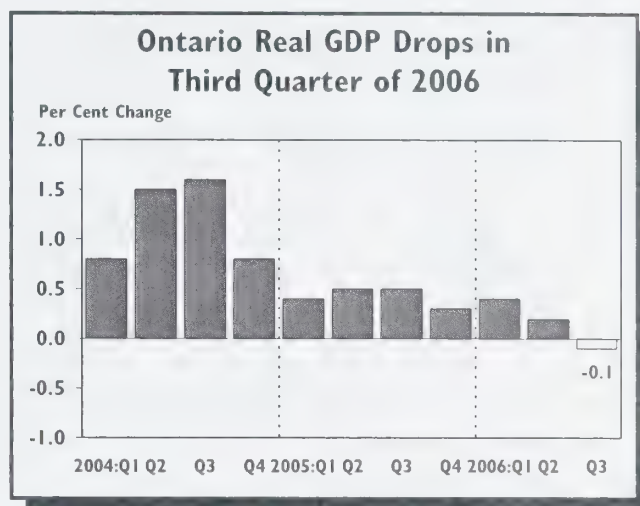
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THIRD QUARTER HIGHLIGHTS: JULY-SEPTEMBER 2006

- ❑ Ontario's **real Gross Domestic Product** edged lower by 0.1% in the third (July to September) quarter of 2006, following increases of 0.2% in the second quarter and 0.4% in the first quarter. The Canadian economy grew by 0.4% in the third quarter, while the U.S. economy advanced by 0.5%.
- ❑ The decrease in real GDP in the third quarter was due mainly to a sharp decline in **net trade** as exports continued to weaken while imports rebounded. Ontario's household and business sectors both posted solid growth rates in the quarter. This was reflected in the growth of Ontario **final domestic demand** which advanced 0.8%.
- ❑ The largest source of third quarter growth was **real consumer spending** which advanced by 1.1%, accelerating from a second quarter increase of 0.9% and a first quarter advance of 0.2%. A 2.8% jump in real durable spending was an important contributor to the overall increase in personal consumption, as purchases of motor vehicles rebounded sharply.
- ❑ **Real residential construction** spending decreased 1.4% in the third quarter, following a 2.8% drop in the second quarter. The decline was due in large part to continuing weakness in new housing construction which fell 3.5%. Despite the recent decline, residential construction spending remains near its historical peak set in the first quarter of 2006.
- ❑ Capital spending by the business sector continued to be a source of strength for the economy, advancing 1.8% in the third quarter, the ninth consecutive quarterly gain. **Real machinery and equipment investment** jumped 2.2%, following a 1.4% second quarter advance. **Real non-residential construction** spending edged down 0.2%, the first decline in four quarters.
- ❑ Ontario businesses continued adding to **inventories** in the third quarter, but at a slower pace than in the second quarter. Inventory stocks increased by an annualized \$7.6 billion (\$1997), down from a \$7.8 billion accumulation in the second quarter.
- ❑ **Real exports** decreased for the third straight quarter, declining by 0.9%. This followed declines of 1.5% in the second quarter and 0.2% in the first quarter. A major source of weakness was the drop in automotive product exports which fell for the third straight quarter. The export sector, while resilient, continues to adjust to the external challenges of a strong Canadian dollar, high oil



prices, weaker U.S. growth and intense competitive pressures from newly industrialized countries.

- ❑ **Real imports** rebounded with 0.7% growth in the third quarter, following two consecutive quarters during which import volumes were little changed. Strong increases in the imports of machinery and equipment and automotive products led the overall gain.
- ❑ Lower exports combined with rising imports led to a further deterioration in Ontario's real **net trade surplus** which narrowed by \$4.8 billion to \$21.5 billion (\$1997) in the quarter, its lowest level since the fourth quarter of 1993.
- ❑ In **current dollars**, **GDP** edged up 0.1% in the third quarter, slowing from a 0.6% rate in the second quarter and a 0.7% rate in the first quarter. Economy-wide prices as measured by the **GDP implicit price index** increased by 0.2%.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2004	2005	2005q4	2006q1	2006q2	2006q3
Real GDP (Chained \$ 1997)	3.2	2.8	0.3	0.4	0.2	-0.1
(annualized rate)			1.3	1.7	0.9	-0.3
Personal spending	3.0	3.7	1.6	0.2	0.9	1.1
Government spending	3.0	3.1	1.6	1.8	0.4	0.1
Residential construction	3.3	1.8	-1.8	4.1	-2.8	-1.4
Non-residential construction	-0.2	-0.8	1.8	3.2	0.3	-0.2
Machinery & equipment	8.1	11.1	3.1	0.4	1.4	2.2
Final Domestic Demand	3.3	3.8	1.5	0.9	0.5	0.8
Exports	5.3	1.7	0.9	-0.2	-1.5	-0.9
Imports	6.4	4.1	3.2	0.3	-0.1	0.7
Business inventories (Chained \$1997 billions)	1.9	4.5	4.0	3.4	7.8	7.6
Nominal GDP (\$ Current)	4.9	3.9	0.3	0.7	0.6	0.1
Corporation profits	13.4	-1.7	-0.8	-2.2	-0.9	1.2
Personal income	4.4	4.5	1.0	1.5	0.5	1.1
Disposable income	3.9	3.4	0.8	1.7	0.5	1.2
Implicit price index, GDP	1.7	1.0	-0.1	0.3	0.4	0.2

These Ontario Economic Accounts estimates are consistent with Statistics Canada's November 2006 release of the Provincial Economic Accounts (PEA). The industry estimates also reflect revisions to the Canadian monthly GDP by industry.

DEMAND AND INCOMES

CONSUMER SPENDING A MAIN SOURCE OF STRENGTH

Real consumer spending increased by 1.1% in the third quarter, accelerating from a 0.9% second quarter increase and a 0.2% first quarter gain. A 2.8% jump in real durable spending was a major source of strength as purchases of motor vehicles rebounded sharply in the quarter. Auto spending was spurred on by dealer incentives, cash rebates and low interest rate financing.

Consumer spending on **semi-durable** and **non-durable** goods such as food, beverages and tobacco as well as clothing and footwear

increased at a more moderate pace in the third quarter. Semi-durable expenditures increased by 1.3%, following a 2.0% rise in the second quarter, while non-durable spending grew 0.9% following a 1.9% gain in the second quarter.

The strong overall growth in consumer spending also benefited from a 0.8% rise in spending on consumer services, which maintained the pace of growth from the first two quarters of 2006.

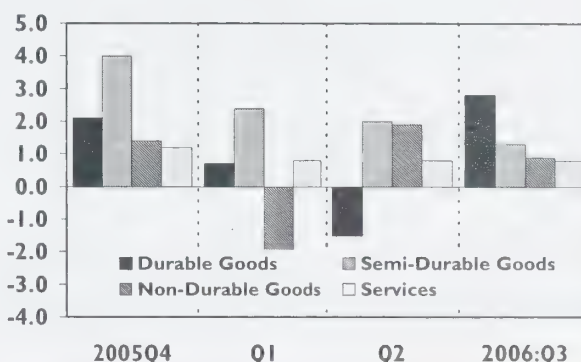
Personal disposable income increased 1.2%, strengthening from a 0.5% increase in the second quarter. Labour income, the largest component of household income, increased by 0.9%, matching the first and second quarter pace.

RESIDENTIAL CONSTRUCTION DOWN IN THIRD QUARTER

Real residential construction investment declined 1.4% in the third quarter, after a 2.8% drop in the second quarter. The decline was due mainly to reduced new housing construction which dropped 3.5%, following a similar 3.6% decline in the second quarter. Ontario's resale market was also softer as ownership transfer costs fell 1.9%, dropping for the fourth straight quarter. These declines were partially offset by a 1.8% jump in renovation spending.

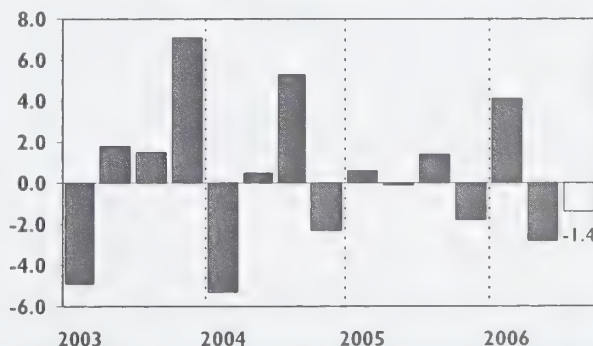
Real Consumer Spending Growth Continues

Per Cent Change



Residential Construction Declines in Third Quarter

Per Cent Change



BUSINESS INVESTMENT SPENDING REMAINS STRONG

Capital spending by the business sector continued to be a significant source of growth for the economy, increasing 1.8% in the third quarter, the ninth consecutive quarterly gain. Business capital spending has risen by almost 20%, from \$47.3 billion to \$56.7 billion (\$1997) over the nine quarter period.

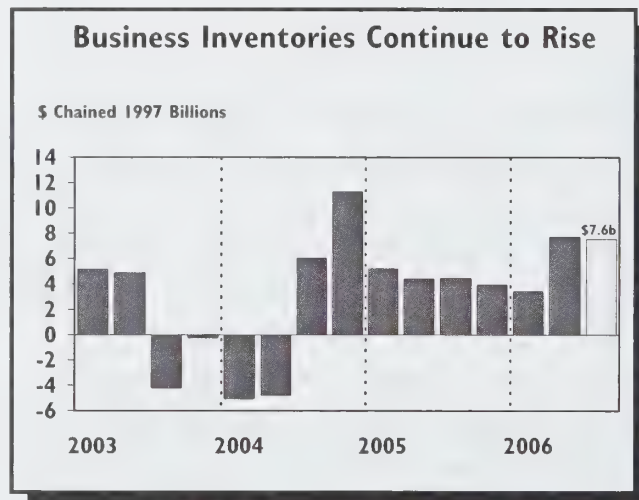
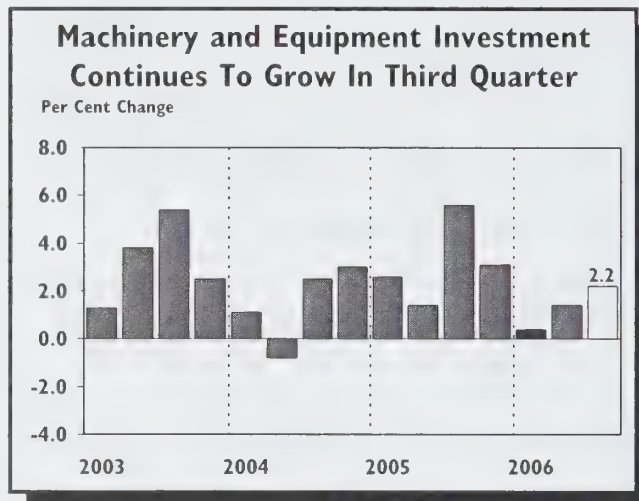
Real machinery and equipment investment spending continued to climb in the third quarter, rising by a strong 2.2%, following a 1.4% second quarter advance. Solid spending across a number of asset categories, including trucks, industrial equipment, computers and other office equipment and software, were behind the ongoing strength in business capital spending.

Real non-residential construction spending edged down 0.2% in the third quarter, the first decline in four quarters. A decline in investment spending on non-residential buildings was responsible for the decrease.

Ontario **pre-tax corporate profits** rose 1.2% in the third quarter, the first increase since 2004. The gain in profits was led by petroleum and coal product manufacturers and chartered banks.

INVENTORIES CONTINUE TO RISE IN THIRD QUARTER

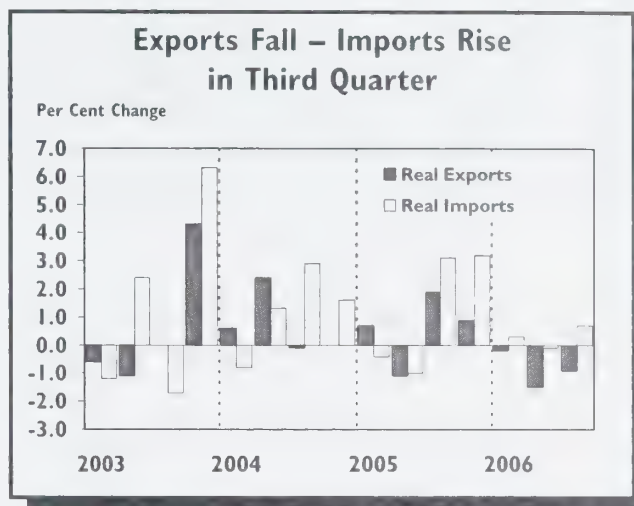
Ontario businesses continued adding to **inventories** in the third quarter of 2006, but at a slightly slower pace than in the second quarter. Inventory stocks increased by an annualized \$7.6 billion (\$1997), down from a \$7.8 billion accumulation in the second quarter. The build up of inventories was strongest at the wholesale and retail trade levels, where motor vehicle stocks increased significantly.



EXPORTS WEAKEN WHILE IMPORTS REBOUND IN THIRD QUARTER

Real exports declined for the third consecutive quarter, falling 0.9% in the July to September period. This followed declines of 1.5% in the second quarter and 0.2% in the first quarter.

Automotive product exports, which fell for the third straight quarter, were a major source of the overall weakness. The drop in auto exports reflected, in large part, cuts to motor vehicle production, as a number of Ontario auto plants experienced extended or irregular shutdowns over the summer months.



Spurred by strong domestic demand, **real imports** rebounded a healthy 0.7% in the third quarter, following two consecutive quarters in which import volumes were little changed. The growth was led by strong gains in imports of machinery and equipment and automotive products, which reflected rising domestic demand from both the household and business sectors in the third quarter.

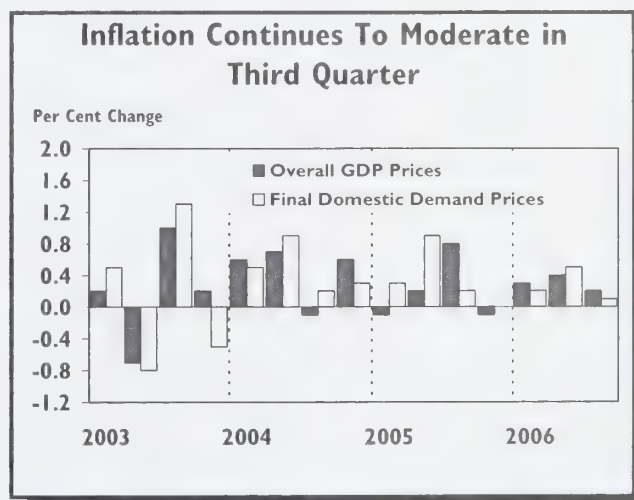
Ontario's real **net trade surplus** narrowed by \$4.8 billion to \$21.5 billion (\$1997) in the third quarter, leaving the trade surplus at its lowest level since the fourth quarter of 1993. The deterioration in net trade was the largest source of weakness for the economy in the third quarter, reducing real GDP by 1.0 percentage point.

GDP INFLATION REMAINS MODEST IN THIRD QUARTER

Economy-wide prices as measured by the **GDP implicit price index** rose 0.2% in the third quarter, following a 0.4% increase in the previous quarter.

Lower consumer prices were a major factor underpinning the modest price increase. The one percentage point cut to the GST rate in July exerted downward pressure on consumer prices which fell by 0.2% in the third quarter, after increasing by 0.3% in the previous quarter.

Significant price increases in residential (+0.7%) and non-residential (+1.2%) construction investment were partially offset by lower machinery and equipment prices (-0.7%) in the third quarter. In total, Ontario's implicit price index for final domestic demand was held to a 0.1% increase in the



quarter, following a 0.5% jump in the second quarter.

Both export prices (+1.0%) and import prices (+0.8%) increased strongly in the third quarter. The jump in export and import inflation was due mainly to higher prices for industrial goods and materials which were boosted by rising metal prices.

ONTARIO PRODUCTION BY INDUSTRY

INDUSTRIAL PRODUCTION IN THIRD QUARTER OF 2006

Industrial output growth paused in the third quarter of 2006 following a 0.2% advance in the second quarter. Service sector output grew 0.5%, while activity in the goods-producing sector fell by 1.1%, similar to the second quarter decline of 1.3%.

The financial (+0.7%), wholesale trade (+1.4%), retail trade (+1.2%) and information and culture (+1.0%) sectors all posted solid growth in the third quarter.

Manufacturing output fell 1.8%, the sixth quarterly decline in a row. To a lesser degree, output by the education (-0.7%), public administration (-0.4%) and construction (-0.2%) sectors was also lower in the third quarter.

ONTARIO OUTPUT BY SECTOR

(% change from previous period, chained \$1997)

	2004	2005	2005q4	2006q1	2006q2	2006q3
Goods Sector	2.1	0.6	-0.2	-0.3	-1.3	-1.1
Primary Industries	5.6	3.3	-4.6	1.2	-0.8	-1.0
Utilities	2.8	3.3	-0.7	-0.3	1.1	1.3
Construction	1.6	2.0	1.0	2.7	-1.0	-0.2
Manufacturing	1.8	-0.2	-0.2	-1.1	-1.8	-1.8
Of which: Auto Industry	7.4	0.7	1.0	-4.6	-1.0	-4.3
Service Sector	3.2	3.4	0.8	0.8	0.8	0.5
Wholesale Trade	5.3	7.2	2.4	3.5	1.8	1.4
Retail Trade	3.5	4.2	0.3	0.6	1.2	1.2
Transportation and Warehousing	2.5	2.7	0.3	0.7	0.3	0.3
Information and Cultural Industries	0.8	3.8	0.4	0.1	-0.0	1.0
Finance, Insurance, Real Estate	4.2	3.7	0.6	0.6	0.7	0.7
Public Administration	2.3	2.4	2.8	0.3	0.5	-0.4
Ontario Output at Basic Prices	2.9	2.6	0.5	0.6	0.2	0.0
(annualized rates)			1.9	2.4	0.8	0.2

Note: Ontario output by sector is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT DECLINES

Output by the export-oriented manufacturing sector declined by 1.8% in the third quarter. This marked the sixth consecutive decline for the sector, which continued to be challenged by high oil prices, a strong Canadian dollar, slower U.S. economic growth and intense competitive pressure from newly industrialized countries.

Eight of the eleven manufacturing industries included in the Ontario Economic Accounts, representing 75% of the sector's production, reduced their output.

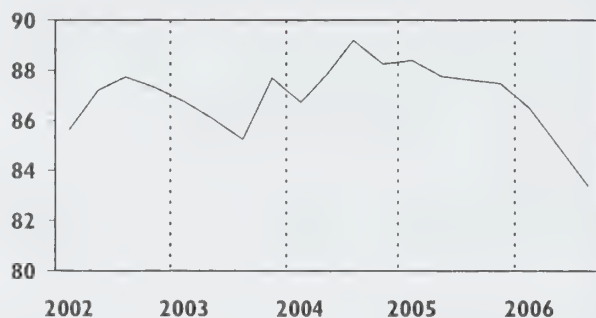
Half of the quarterly manufacturing decline occurred in the auto sector (-4.3%), where output has trended lower so far in 2006. Auto manufacturers cut output of both vehicles (-5.3%) and parts (-3.6%) as U.S. demand for Ontario-made motor vehicles fell for the third consecutive quarter.

Production by the primary metal and fabricated metal products (-4.4%), paper products and printing (-3.0%) and plastic and rubber (-3.1%) industries was also lower.

These declines were offset in part by increases in output by manufacturers of wood products and furniture (+5.0%), food, beverages and tobacco (+1.7%) and machinery (+2.3%).

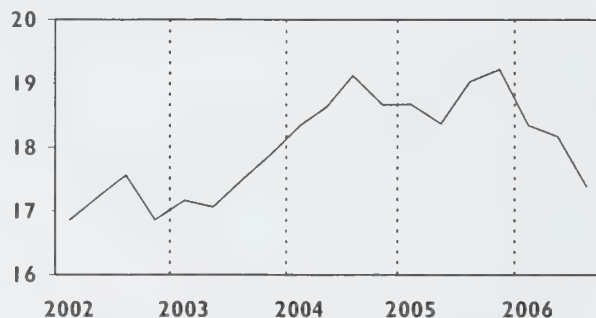
Manufacturing Down in Third Quarter

\$ 1997 Billions



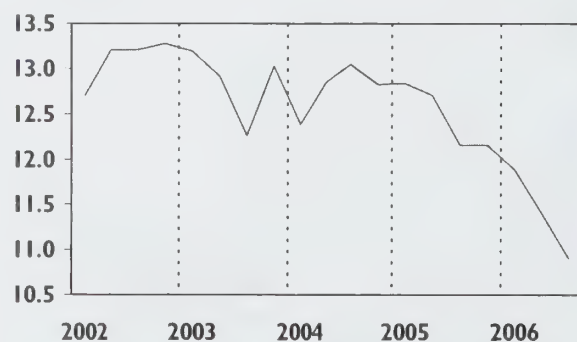
Lower Auto Industry Output

\$ 1997 Billions



Metal Products Output Down

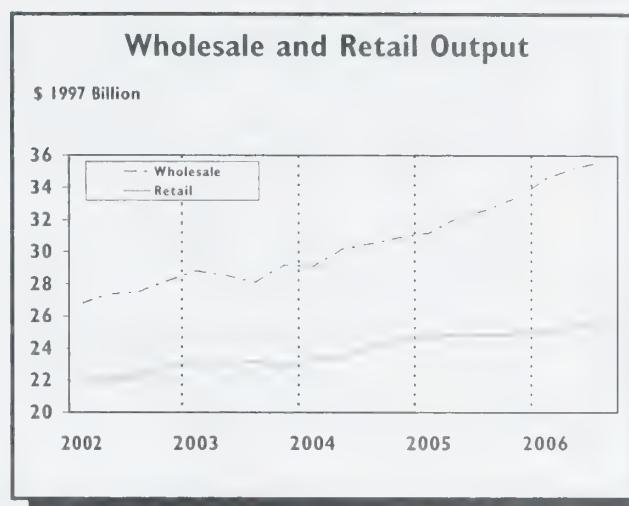
\$ 1997 Billions



WHOLESALE AND RETAIL TRADE BOTH UP

Wholesaling activity advanced 1.4%, marking the sector's tenth consecutive quarter of production increases. Third-quarter growth in wholesale output was led by wholesalers of office and professional equipment, motor vehicle parts and food products. However, the growth was somewhat narrowly based as sales grew in just five of the 15 wholesale store categories, representing 30% of the sector.

Retail sector output also advanced in the third quarter, up by 1.2%, matching its second quarter pace of growth. Higher activity in computer stores, new car dealers and drugstores offset lower volumes by gasoline stations.

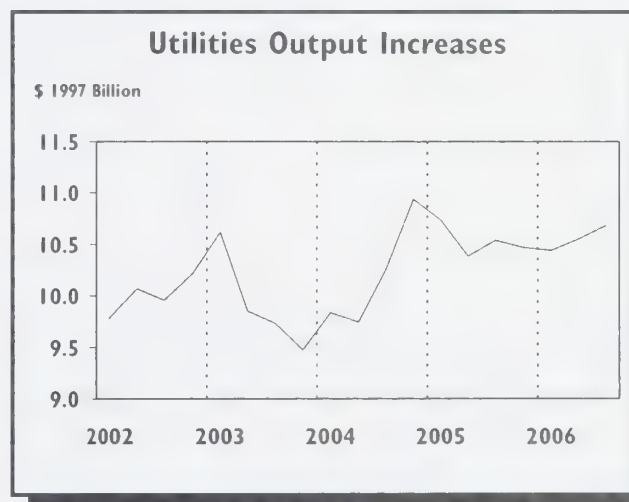


RESOURCES, UTILITIES AND CONSTRUCTION

Utilities output rose 1.3% in the third quarter, accelerating from 1.1% in the second quarter. Production in the electric power industry rose 1.2%.

Mining output was down 1.3%. Production in the agriculture, forestry, and other primary sectors fell 0.2%, following declines of 1.9% and 0.4% in the first and second quarters respectively.

Construction sector output edged down 0.2% following a 1.0% decline in the second quarter. Activity in the residential construction industry declined (-1.0%) for the third time over the last four quarters. This decline was partially offset by a 0.3% advance in the non-residential and engineering construction industries.



Note: Construction industry output is measured by the value added of the industry. This is a different statistical measure than the construction investment spending estimates included as part of expenditure-based Gross Domestic Product.

EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

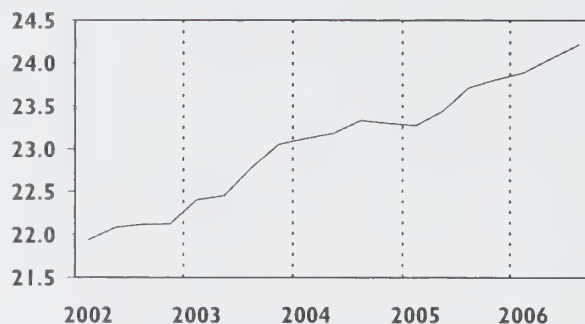
Production in the health care and social services sector grew 0.6%, up for a sixth consecutive quarter. A total of 18,000 new jobs were created in the sector during the third quarter.

Education services output fell 0.7% in the third quarter. This followed six quarters of uninterrupted growth during which the sector's output grew 8%, the second fastest growth among Ontario's economic sectors.

Public administration output fell 0.4%, partly as a result of the completion of the 2006 census. This decline also followed six consecutive quarters of growth.

Health and Social Services Activity Rises

\$ 1997 Billion

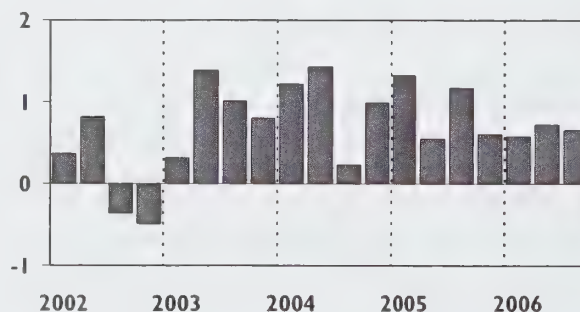


FINANCE, INSURANCE AND REAL ESTATE

Real output of the finance, insurance and real estate sector grew 0.7%, led by strong growth in the banking sector (+1.6%). The financial sector's advance was the largest positive contribution to overall growth by any sector in the third quarter. It also marked the sector's fifteenth consecutive quarterly increase.

Finance, Insurance & Real Estate Output

Per Cent Change

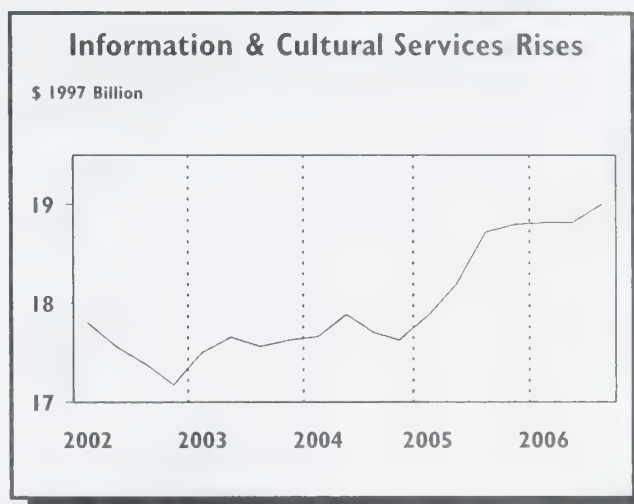


OTHER SERVICE SECTORS

Output in the information and culture sector (which includes telecommunications) rose 1.0% in the third quarter following essentially no change in the two previous quarters.

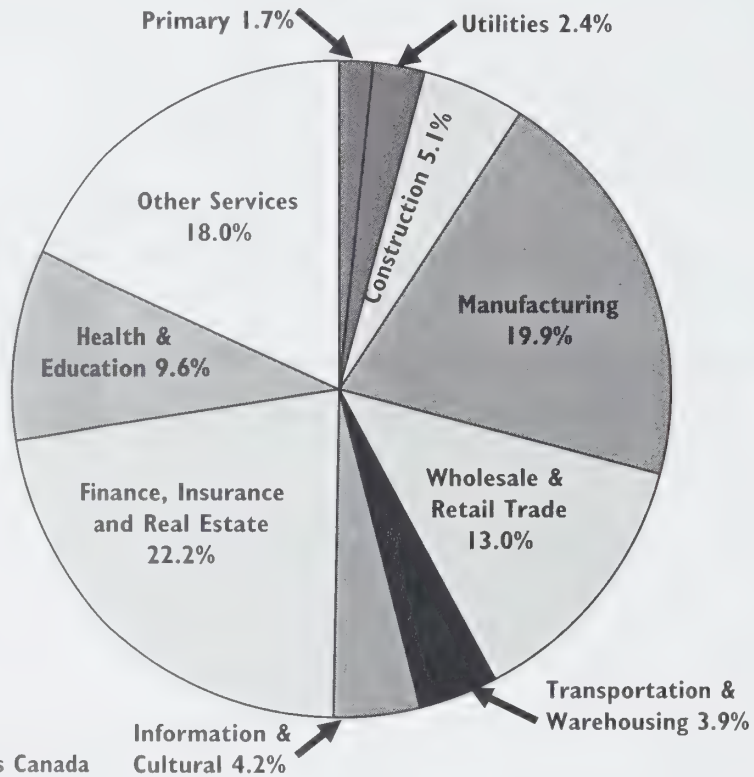
Output by the accommodation and food services sector bounced back (+0.9%) following a decline in the second quarter (-0.3%).

These third quarter advances were offset by a decline of 1.9% in the arts, entertainment and recreation sector.



Structure of the Ontario Economy, 2005

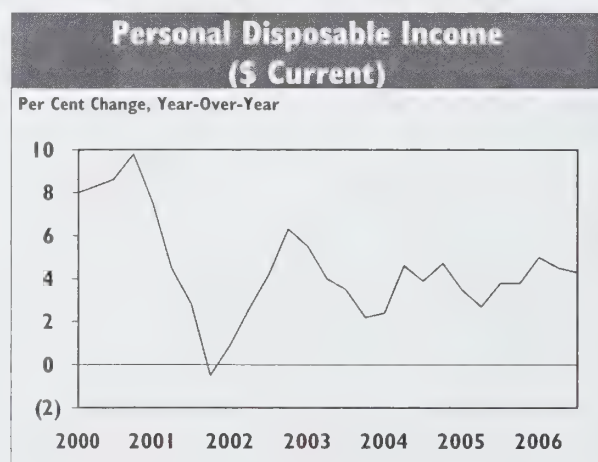
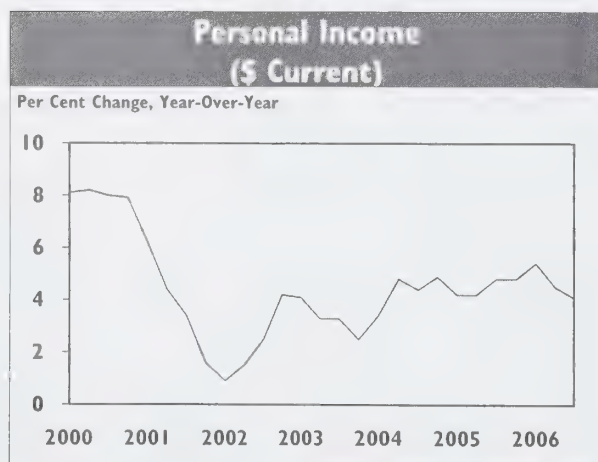
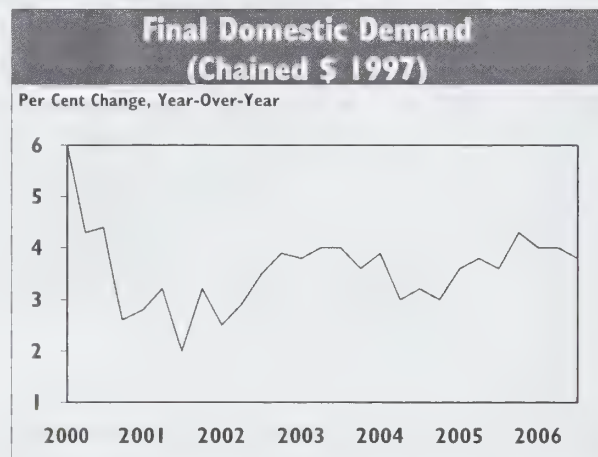
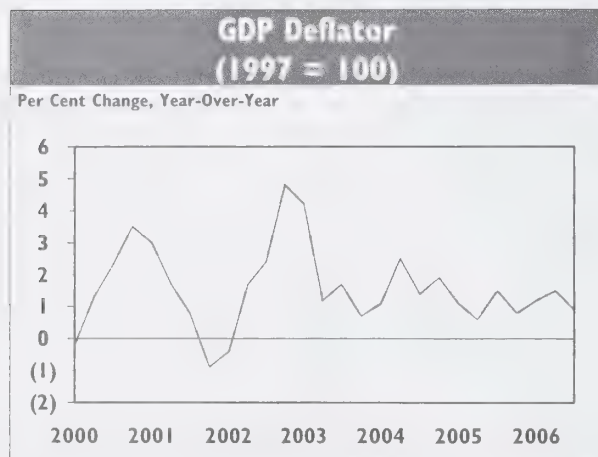
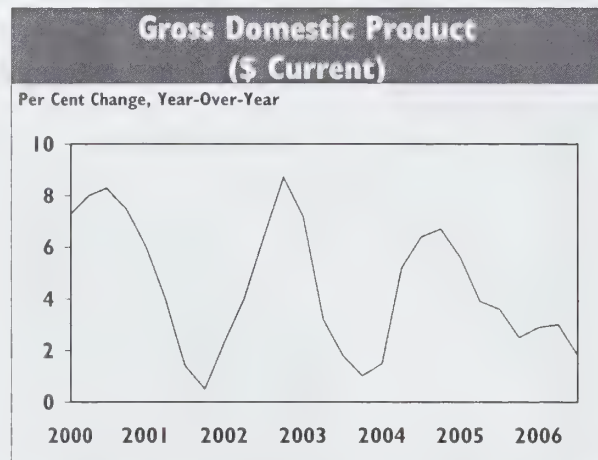
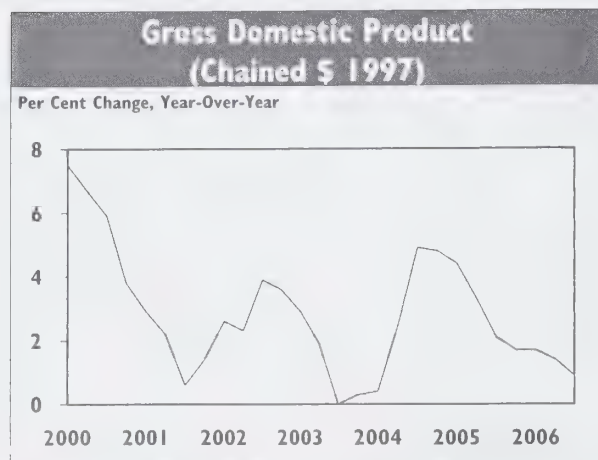
Per Cent Share of GDP



Source: Statistics Canada

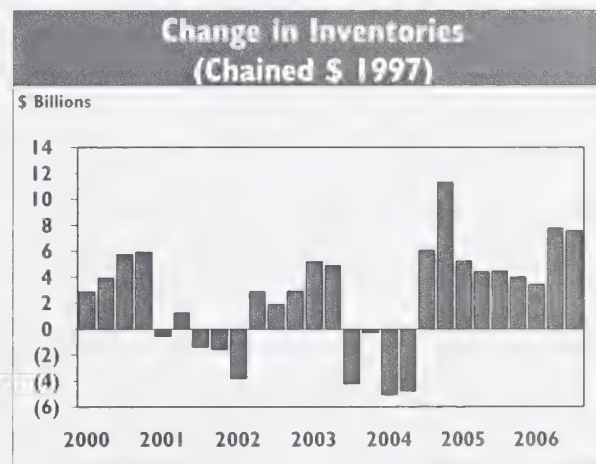
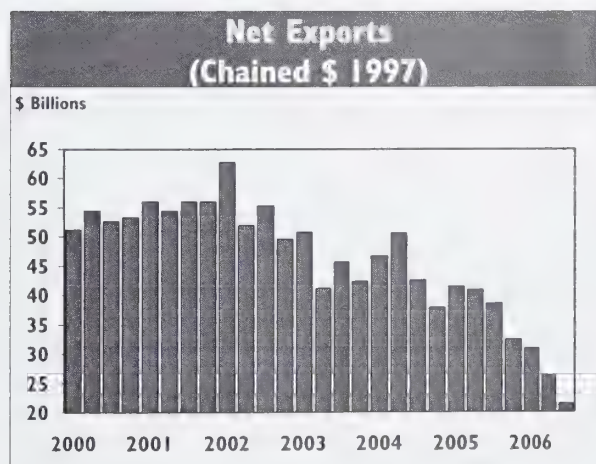
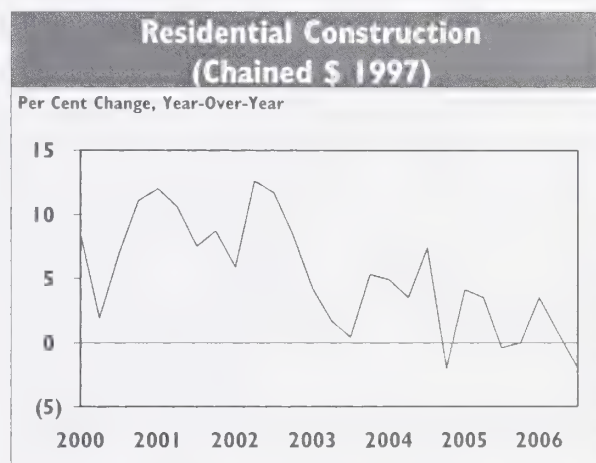
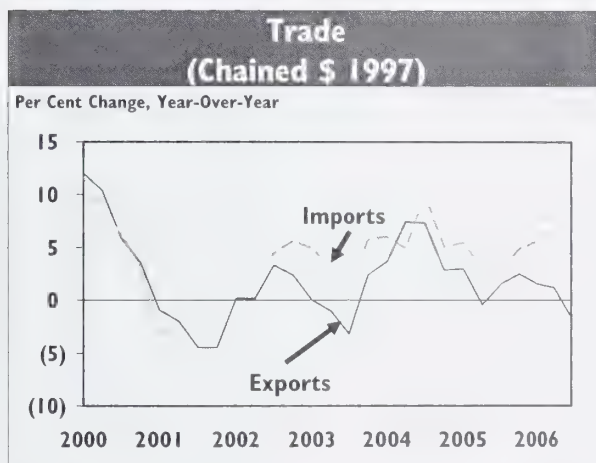
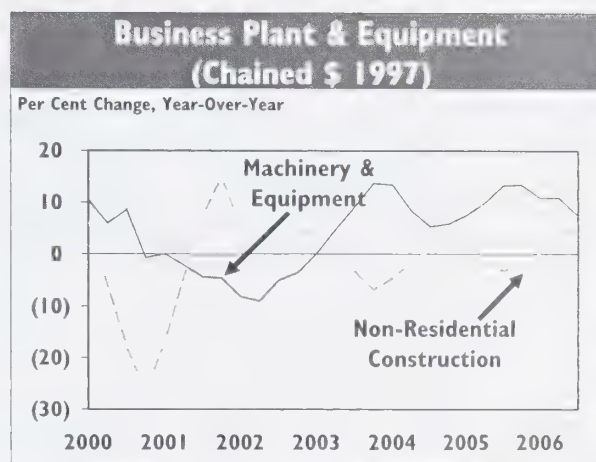
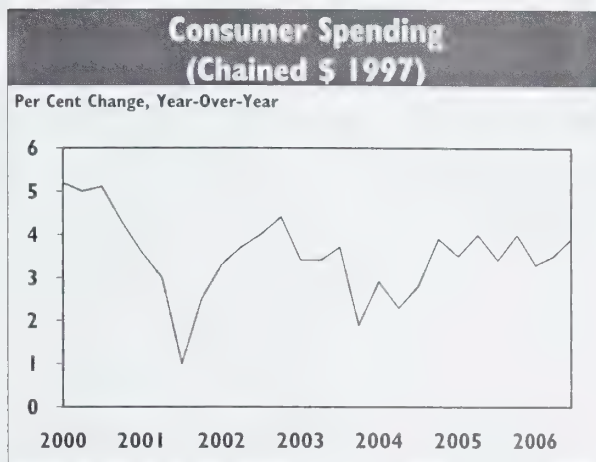
Ontario Economic Accounts: Summary charts

(2000:1 - 2006:3)



Ontario Economic Accounts: Summary charts

(2000:1 - 2006:3)



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics.fin@ontario.ca

TABLE 1

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Wages, salaries and supplementary labour income (domestic basis)	259,417 1.1	260,677 0.5	262,615 0.7	266,335 1.4	270,022 1.4	273,334 1.2	275,860 0.9	278,124 0.8
2. Corporation profits before taxes	64,298 -5.3	56,454 -12.2	55,086 -2.4	54,574 -0.9	60,109 10.1	65,941 9.7	66,826 1.3	68,428 2.4
3. Interest and miscellaneous investment income	17,347 1.6	16,917 -2.5	17,646 4.3	17,234 -2.3	17,263 0.2	17,493 1.3	17,829 1.9	17,743 -0.5
4. Net income of unincorporated business *	32,842 -0.5	32,585 -0.8	32,545 -0.1	32,696 0.5	33,337 2.0	33,997 2.0	34,314 0.9	34,624 0.9
5. Inventory valuation adjustment	1,980	5,113	1,120	215	-2,367	-1,940	13	802
6. Indirect taxes less subsidies	60,006 0.5	59,443 -0.9	60,963 2.6	62,248 2.1	62,891 1.0	64,246 2.2	65,530 2.0	66,617 1.7
7. Capital consumption allowances	59,695 0.4	59,994 0.5	60,205 0.4	60,322 0.2	61,116 1.3	62,093 1.6	62,974 1.4	63,825 1.4
8. Statistical discrepancy	421	-1,791	969	2,706	1,049	-553	-657	-450
9. Gross Domestic Product at market prices	496,006 0.9	489,392 -1.3	491,149 0.4	496,330 1.1	503,420 1.4	514,611 2.2	522,689 1.6	529,713 1.3
***	3.7	-5.2	1.4	4.3	5.8	9.2	6.4	5.5

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Wages, salaries and supplementary labour income (domestic basis)	281,507 1.2	285,537 1.4	289,453 1.4	293,283 1.3	295,962 0.9	298,693 0.9	301,352 0.9	-
2. Corporation profits before taxes	66,011 -3.5	64,623 -2.1	63,316 -2.0	62,826 -0.8	61,415 -2.2	60,857 -0.9	61,593 1.2	-
3. Interest and miscellaneous investment income	18,342 3.4	18,706 2.0	19,834 6.0	21,142 6.6	20,446 -3.3	20,373 -0.4	20,578 1.0	-
4. Net income of unincorporated business *	34,761 0.4	34,952 0.5	35,102 0.4	35,165 0.2	35,365 0.6	35,612 0.7	35,859 0.7	-
5. Inventory valuation adjustment	-559	-994	1,329	-428	763	29	-1,864	-
6. Indirect taxes less subsidies	66,791 0.3	67,865 1.6	68,253 0.6	68,455 0.3	69,495 1.5	70,172 1.0	69,020 -1.6	-
7. Capital consumption allowances	63,850 0.0	64,119 0.4	64,587 0.7	65,096 0.8	65,438 0.5	65,801 0.6	66,488 1.0	-
8. Statistical discrepancy	709	-96	-341	-2,567	-1,876	-1,027	-1,987	-
9. Gross Domestic Product at market prices	531,412 0.3	534,712 0.6	541,533 1.3	542,972 0.3	547,008 0.7	550,510 0.6	551,039 0.1	-
***	1.3	2.5	5.2	1.1	3.0	2.6	0.4	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	274,383 1.1	274,801 0.2	278,912 1.5	278,340 -0.2	283,775 2.0	286,532 1.0	290,373 1.3	295,101 1.6
2. Durable goods	36,593 -1.0	36,474 -0.3	37,093 1.7	34,560 -6.8	35,304 2.2	35,271 -0.1	36,103 2.4	37,418 3.6
3. Semi-durable goods	23,387 0.9	23,465 0.3	23,770 1.3	23,277 -2.1	23,841 2.4	24,026 0.8	24,452 1.8	24,497 0.2
4. Non-durable goods	64,337 3.6	63,129 -1.9	64,393 2.0	65,221 1.3	66,490 1.9	67,295 1.2	68,196 1.3	69,551 2.0
5. Services	150,065 0.6	151,733 1.1	153,656 1.3	155,281 1.1	158,139 1.8	159,940 1.1	161,622 1.1	163,635 1.2
6. Government expenditure on goods and services:	97,832 1.8	99,295 1.5	102,772 3.5	103,470 0.7	104,090 0.6	104,933 0.8	105,589 0.6	106,412 0.8
7. Current expenditure	85,323 0.7	86,624 1.5	89,941 3.8	90,396 0.5	91,444 1.2	92,430 1.1	93,170 0.8	93,908 0.8
8. Capital expenditure	12,509 9.6	12,671 1.3	12,831 1.3	13,073 1.9	12,646 -3.3	12,504 -1.1	12,418 -0.7	12,504 0.7
9. Business gross fixed capital formation:	73,139 -1.1	73,062 -0.1	75,665 3.6	77,778 2.8	77,331 -0.6	79,230 2.5	81,301 2.6	81,209 -0.1
10. Residential structures	28,865 -2.4	29,537 2.3	30,940 4.7	32,882 6.3	32,120 -2.3	33,154 3.2	34,665 4.6	34,348 -0.9
11. Non-residential structures	12,305 0.8	11,979 -2.7	11,873 -0.9	11,756 -1.0	12,131 3.2	12,498 3.0	12,793 2.4	13,002 1.6
12. Machinery and equipment	31,969 -0.6	31,546 -1.3	32,852 4.1	33,140 0.9	33,080 -0.2	33,578 1.5	33,843 0.8	33,860 0.1
13. Exports of goods and services	322,439 -0.9	302,925 -6.1	303,358 0.1	314,478 3.7	320,189 1.8	335,655 4.8	329,832 -1.7	320,036 -3.0
14. DEDUCT: Imports of goods and services	277,505 -1.4	267,674 -3.5	262,637 -1.9	273,816 4.3	276,006 0.8	288,379 4.5	289,877 0.5	284,217 -2.0
15. Value of physical change in inventories:	6,113	5,197	-5,904	-1,250	-4,904	-3,699	4,847	10,468
16. Non-farm	6,441	5,470	-6,111	-1,591	-5,150	-3,833	4,786	10,189
17. Farm	-328	-263	164	359	137	154	144	261
18. Government	0	-10	43	-18	109	-20	-83	18
19. Statistical discrepancy	-394	1,787	-1,014	-2,668	-1,053	338	622	700
20. Gross Domestic Product at market prices	496,006 0.9 3.7	489,392 -1.3 -5.2	491,149 0.4 1.4	496,330 1.1 4.3	503,420 1.4 5.8	514,611 2.2 9.2	522,689 1.6 6.4	529,713 1.3 5.5
21. Final domestic demand	445,354 0.9	447,158 0.4	457,349 2.3	459,588 0.5	465,196 1.2	470,695 1.2	477,262 1.4	482,723 1.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED
TABLE 2
Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	298,663 1.2	302,172 1.2	305,631 1.1	310,454 1.6	312,418 0.6	316,173 1.2	319,061 0.9	-
2. Durable goods	37,504 0.2	36,859 -1.7	37,531 1.8	38,082 1.5	38,282 0.5	37,381 -2.4	38,103 1.9	-
3. Semi-durable goods	24,334 -0.7	24,754 1.7	24,475 -1.1	25,565 4.5	25,758 0.8	26,151 1.5	26,122 -0.1	-
4. Non-durable goods	70,647 1.6	71,972 1.9	73,435 2.0	74,358 1.3	74,069 -0.4	76,154 2.8	76,204 0.1	-
5. Services	166,179 1.6	168,588 1.4	170,190 1.0	172,448 1.3	174,309 1.1	176,487 1.2	178,632 1.2	-
6. Government expenditure on goods and services:	108,902 2.3	111,386 2.3	112,212 0.7	114,084 1.7	115,537 1.3	117,898 2.0	119,062 1.0	-
7. Current expenditure	96,361 2.6	98,499 2.2	99,023 0.5	100,481 1.5	101,704 1.2	103,937 2.2	105,007 1.0	-
8. Capital expenditure	12,541 0.3	12,887 2.8	13,188 2.3	13,604 3.2	13,833 1.7	13,961 0.9	14,055 0.7	-
9. Business gross fixed capital formation:	82,607 1.7	83,683 1.3	85,595 2.3	86,506 1.1	88,742 2.6	88,102 -0.7	88,545 0.5	-
10. Residential structures	34,654 0.9	35,261 1.7	36,028 2.2	35,792 -0.7	37,518 4.8	36,914 -1.6	36,665 -0.7	-
11. Non-residential structures	13,219 1.7	13,004 -1.6	12,927 -0.6	13,306 2.9	13,789 3.6	13,949 1.2	14,086 1.0	-
12. Machinery and equipment	34,734 2.6	35,418 2.0	36,640 3.5	37,408 2.1	37,435 0.1	37,239 -0.5	37,794 1.5	-
13. Exports of goods and services	325,500 1.7	326,055 0.2	330,938 1.5	333,884 0.9	330,199 -1.1	322,543 -2.3	322,992 0.1	-
14. DEDUCT: Imports of goods and services	289,587 1.9	293,037 1.2	297,773 1.6	306,127 2.8	305,810 -0.1	303,490 -0.8	307,984 1.5	-
15. Value of physical change in inventories:	5,801	4,265	4,654	1,871	4,046	8,257	7,377	-
16. Non-farm	5,680	4,237	4,762	1,965	4,084	8,584	7,568	-
17. Farm	134	35	-132	-122	-119	-263	-122	-
18. Government	-13	-7	24	28	81	-64	-69	-
19. Statistical discrepancy	-482	178	264	2,285	1,876	1,027	1,987	-
20. Gross Domestic Product at market prices	531,412 0.3 1.3	534,712 0.6 2.5	541,533 1.3 5.2	542,972 0.3 1.1	547,008 0.7 3.0	550,510 0.6 2.6	551,039 0.1 0.4	-
21. Final domestic demand	490,173 1.5	497,241 1.4	503,438 1.2	511,045 1.5	516,697 1.1	522,173 1.1	526,668 0.9	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	246,974 0.4	248,957 0.8	251,054 0.8	250,728 -0.1	254,074 1.3	254,609 0.2	257,996 1.3	260,541 1.0
2. Durable goods	37,286 -1.0	37,144 -0.4	37,933 2.1	35,477 -6.5	36,502 2.9	36,254 -0.7	37,400 3.2	38,667 3.4
3. Semi-durable goods	22,479 1.5	22,723 1.1	22,992 1.2	22,350 -2.8	22,885 2.4	23,145 1.1	23,811 2.9	23,787 -0.1
4. Non-durable goods	52,769 0.9	52,973 0.4	52,768 -0.4	54,115 2.6	54,354 0.4	54,099 -0.5	54,245 0.3	54,358 0.2
5. Services	134,729 0.4	136,329 1.2	137,496 0.9	138,839 1.0	140,409 1.1	141,219 0.6	142,672 1.0	143,879 0.8
6. Government expenditure on goods and services:	87,323 1.9	89,080 2.0	89,145 0.1	91,244 2.4	91,556 0.3	92,345 0.9	91,759 -0.6	91,955 0.2
7. Current expenditure	75,521 1.1	76,718 1.6	76,547 -0.2	78,294 2.3	79,078 1.0	80,379 1.6	80,006 -0.5	80,177 0.2
8. Capital expenditure	11,802 7.0	12,363 4.8	12,598 1.9	12,950 2.8	12,478 -3.6	11,966 -4.1	11,753 -1.8	11,779 0.2
9. Business gross fixed capital formation:	67,976 -1.5	69,299 1.9	71,186 2.7	73,498 3.2	72,611 -1.2	72,540 -0.1	74,845 3.2	75,420 0.8
10. Residential structures	23,965 -4.9	24,406 1.8	24,776 1.5	26,537 7.1	25,136 -5.3	25,263 0.5	26,611 5.3	26,011 -2.3
11. Non-residential structures	10,423 -0.7	10,200 -2.1	9,988 -2.1	9,772 -2.2	9,933 1.6	10,061 1.3	10,123 0.6	10,179 0.5
12. Machinery and equipment	33,113 1.3	34,365 3.8	36,235 5.4	37,143 2.5	37,536 1.1	37,249 -0.8	38,180 2.5	39,339 3.0
13. Exports of goods and services	305,912 -0.6	302,403 -1.1	302,299 -0.0	315,149 4.3	317,162 0.6	324,689 2.4	324,445 -0.1	324,348 -0.0
14. DEDUCT: Imports of goods and services	255,103 -1.2	261,188 2.4	256,622 -1.7	272,756 6.3	270,536 -0.8	274,089 1.3	281,924 2.9	286,439 1.6
15. Value of physical change in inventories:	5,235	4,890	-4,185	-76	-4,574	-4,455	6,453	11,831
16. Non-farm	5,186	4,902	-4,233	-275	-5,083	-4,775	6,063	11,284
17. Farm	37	-6	-1	238	510	211	364	663
18. Government	13	-6	48	-39	-0	109	27	-116
19. Statistical discrepancy	-380	1,723	-978	-2,572	-1,018	326	602	677
20. Gross Domestic Product at market prices	458,780 0.7 3.0	456,024 -0.6 -2.4	452,976 -0.7 -2.6	456,932 0.9 3.5	460,670 0.8 3.3	467,609 1.5 6.2	475,206 1.6 6.7	478,788 0.8 3.0
21. Final domestic demand	402,276 0.4	407,301 1.2	411,306 1.0	415,332 1.0	418,152 0.7	419,449 0.3	424,597 1.2	427,958 0.8

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 3***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	262,959 0.9	264,697 0.7	266,764 0.8	271,016 1.6	271,599 0.2	273,945 0.9	277,047 1.1	-
2. Durable goods	38,826 0.4	38,328 -1.3	38,942 1.6	39,760 2.1	40,042 0.7	39,444 -1.5	40,567 2.8	-
3. Semi-durable goods	23,901 0.5	24,278 1.6	23,953 -1.3	24,908 4.0	25,508 2.4	26,013 2.0	26,359 1.3	-
4. Non-durable goods	54,779 0.8	55,444 1.2	55,873 0.8	56,648 1.4	55,497 -2.0	56,526 1.9	57,061 0.9	-
5. Services	145,645 1.2	146,882 0.8	148,261 0.9	150,000 1.2	151,140 0.8	152,336 0.8	153,591 0.8	-
6. Government expenditure on goods and services:	93,730 1.9	94,393 0.7	94,652 0.3	96,184 1.6	97,936 1.8	98,351 0.4	98,489 0.1	-
7. Current expenditure	81,789 2.0	82,254 0.6	82,279 0.0	83,410 1.4	84,978 1.9	85,387 0.5	85,515 0.1	-
8. Capital expenditure	11,941 1.4	12,140 1.7	12,374 1.9	12,774 3.2	12,953 1.4	12,951 -0.0	12,960 0.1	-
9. Business gross fixed capital formation:	76,416 1.3	76,378 -0.0	78,578 2.9	79,355 1.0	81,225 2.4	80,784 -0.5	81,055 0.3	-
10. Residential structures	26,165 0.6	26,144 -0.1	26,497 1.4	26,022 -1.8	27,079 4.1	26,322 -2.8	25,962 -1.4	-
11. Non-residential structures	10,275 0.9	9,959 -3.1	9,787 -1.7	9,967 1.8	10,289 3.2	10,323 0.3	10,303 -0.2	-
12. Machinery and equipment	40,365 2.6	40,942 1.4	43,244 5.6	44,597 3.1	44,777 0.4	45,415 1.4	46,432 2.2	-
13. Exports of goods and services	326,717 0.7	323,244 -1.1	329,510 1.9	332,545 0.9	331,997 -0.2	327,121 -1.5	324,335 -0.9	-
14. DEDUCT: Imports of goods and services	285,197 -0.4	282,307 -1.0	290,936 3.1	300,108 3.2	301,133 0.3	300,824 -0.1	302,865 0.7	-
15. Value of physical change in inventories:	5,570	4,612	4,449	3,745	3,633	7,716	7,676	-
16. Non-farm	5,215	4,418	4,469	3,958	3,430	7,760	7,568	-
17. Farm	355	170	-1	-232	146	1	156	-
18. Government	-0	24	-19	20	57	-45	-48	-
19. Statistical discrepancy	-472	174	258	2,236	1,676	914	1,765	-
20. Gross Domestic Product at market prices	480,770 0.4 1.7	483,025 0.5 1.9	485,254 0.5 1.9	486,799 0.3 1.3	488,811 0.4 1.7	489,956 0.2 0.9	489,574 -0.1 -0.3	-
21. Final domestic demand	433,096 1.2	435,413 0.5	439,892 1.0	446,407 1.5	450,580 0.9	452,941 0.5	456,443 0.8	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1.	Wages, salaries and supplementary labour income (national basis)	255,828 0.9	256,562 0.3	259,883 1.3	262,235 0.9	266,042 1.5	269,411 1.3	271,906 0.9	274,341 0.9
2.	Net income of unincorporated business *	32,842 -0.5	32,585 -0.8	32,545 -0.1	32,696 0.5	33,337 2.0	33,997 2.0	34,314 0.9	34,624 0.9
3.	Interest, dividends and miscellaneous investment income	43,438 -0.5	42,967 -1.1	44,158 2.8	43,565 -1.3	44,243 1.6	45,307 2.4	45,333 0.1	46,241 2.0
4.	Current transfers from government, corporations and non-residents	46,394 1.0	46,597 0.4	46,930 0.7	47,107 0.4	47,714 1.3	48,111 0.8	48,670 1.2	49,277 1.2
5.	Equals: Personal income	378,502 0.6	378,711 0.1	383,516 1.3	385,603 0.5	391,336 1.5	396,826 1.4	400,223 0.9	404,483 1.1
6.	Deduct: Personal direct taxes	57,377 -3.7	58,057 1.2	59,577 2.6	60,905 2.2	62,163 2.1	62,530 0.6	65,326 4.5	66,881 2.4
7.	Other current transfers to government	27,006 1.5	27,594 2.2	27,972 1.4	28,464 1.8	28,041 -1.5	27,629 -1.5	27,518 -0.4	27,460 -0.2
8.	Equals: Personal disposable income	294,119 1.4	293,060 -0.4	295,967 1.0	296,234 0.1	301,132 1.7	306,667 1.8	307,379 0.2	310,142 0.9
9.	Deduct: Personal expenditure on consumer goods and services	274,383 1.1	274,801 0.2	278,912 1.5	278,340 -0.2	283,775 2.0	286,532 1.0	290,373 1.3	295,101 1.6
10.	Current transfers to corporations	5,096 3.3	5,151 1.1	5,347 3.8	5,386 0.7	5,452 1.2	5,558 1.9	5,555 -0.1	5,727 3.1
11.	Current transfers to non-residents	1,317 1.3	1,277 -3.0	1,275 -0.2	1,311 2.8	1,347 2.7	1,415 5.0	1,428 0.9	1,406 -1.5
12.	Equals: Personal saving	13,323 8.1	11,831 -11.2	10,433 -11.8	11,197 7.3	10,558 -5.7	13,163 24.7	10,023 -23.9	7,908 -21.1
13.	Personal saving rate (percent)	4.5	4.0	3.5	3.8	3.5	4.3	3.3	2.6
14.	Real personal disposable income ** (millions of chained (1997) dollars)	264,739 0.7	265,498 0.3	266,405 0.3	266,847 0.2	269,615 1.0	272,501 1.1	273,106 0.2	273,820 0.3
15.	Population (thousands)	12,171 0.1	12,210 0.3	12,263 0.4	12,311 0.4	12,327 0.1	12,365 0.3	12,417 0.4	12,465 0.4
16.	Personal disposable income per capita (dollars)	24,166 1.3	24,001 -0.7	24,136 0.6	24,063 -0.3	24,428 1.5	24,801 1.5	24,755 -0.2	24,880 0.5
17.	Real personal disposable income per capita (chained (1997) dollars)	21,752 0.6	21,744 -0.0	21,725 -0.1	21,675 -0.2	21,872 0.9	22,038 0.8	21,995 -0.2	21,966 -0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1.	Wages, salaries and supplementary labour income (national basis)	277,707 1.2	281,510 1.4	285,693 1.5	288,454 1.0	291,089 0.9	293,775 0.9	296,391 0.9	- -
2.	Net income of unincorporated business *	34,761 0.4	34,952 0.5	35,102 0.4	35,165 0.2	35,365 0.6	35,612 0.7	35,859 0.7	- -
3.	Interest, dividends and miscellaneous investment income	46,623 0.8	47,071 1.0	47,975 1.9	48,995 2.1	49,711 1.5	50,706 2.0	51,418 1.4	- -
4.	Current transfers from government, corporations and non-residents	48,811 -0.9	50,020 2.5	50,840 1.6	51,161 0.6	53,919 5.4	51,963 -3.6	53,321 2.6	- -
5.	Equals: Personal income	407,902 0.8	413,553 1.4	419,610 1.5	423,775 1.0	430,084 1.5	432,056 0.5	436,989 1.1	- -
6.	Deduct: Personal direct taxes	68,509 2.4	70,565 3.0	72,078 2.1	73,548 2.0	74,181 0.9	73,921 -0.4	74,814 1.2	- -
7.	Other current transfers to government	27,763 1.1	28,124 1.3	28,340 0.8	28,437 0.3	28,554 0.4	29,146 2.1	29,156 0.0	- -
8.	Equals: Personal disposable income	311,630 0.5	314,864 1.0	319,192 1.4	321,790 0.8	327,349 1.7	328,989 0.5	333,019 1.2	- -
9.	Deduct: Personal expenditure on consumer goods and services	298,663 1.2	302,172 1.2	305,631 1.1	310,454 1.6	312,418 0.6	316,173 1.2	319,061 0.9	- -
10.	Current transfers to corporations	5,976 4.3	6,100 2.1	6,242 2.3	6,378 2.2	6,581 3.2	6,849 4.1	7,009 2.3	- -
11.	Current transfers to non-residents	1,420 1.0	1,425 0.4	1,444 1.3	1,419 -1.7	1,422 0.2	1,434 0.8	1,450 1.1	- -
12.	Equals: Personal saving	5,571 -29.6	5,167 -7.3	5,875 13.7	3,539 -39.8	6,928 95.8	4,533 -34.6	5,499 21.3	- -
13.	Personal saving rate (percent)	1.8	1.6	1.8	1.1	2.1	1.4	1.7	-
14.	Real personal disposable income ** (millions of chained (1997) dollars)	274,376 0.2	275,815 0.5	278,600 1.0	280,912 0.8	284,579 1.3	285,049 0.2	289,167 1.4	- -
15.	Population (thousands)	12,475 0.1	12,508 0.3	12,559 0.4	12,606 0.4	12,614 0.1	12,644 0.2	12,687 0.3	- -
16.	Personal disposable income per capita (dollars)	24,980 0.4	25,172 0.8	25,416 1.0	25,526 0.4	25,951 1.7	26,020 0.3	26,249 0.9	- -
17.	Real personal disposable income per capita (chained (1997) dollars)	21,993 0.1	22,050 0.3	22,184 0.6	22,283 0.4	22,560 1.2	22,545 -0.1	22,792 1.1	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Exports of goods and services	322,439 -0.9	302,925 -6.1	303,358 0.1	314,478 3.7	320,189 1.8	335,655 4.8	329,832 -1.7	320,036 -3.0
2. Of which: International	229,491 -1.9	212,985 -7.2	211,119 -0.9	219,369 3.9	225,281 2.7	239,694 6.4	232,499 -3.0	224,181 -3.6
3. Of which: Interprovincial	92,949 1.5	89,940 -3.2	92,238 2.6	95,109 3.1	94,907 -0.2	95,961 1.1	97,333 1.4	95,855 -1.5
4. Imports of goods and services	277,505 -1.4	267,674 -3.5	262,637 -1.9	273,816 4.3	276,006 0.8	288,379 4.5	289,877 0.5	284,217 -2.0
5. Trade balance	44,934	35,251	40,720	40,663	44,182	47,277	39,955	35,819

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Exports of goods and services	325,500 1.7	326,055 0.2	330,938 1.5	333,884 0.9	330,199 -1.1	322,543 -2.3	322,992 0.1	-
2. Of which: International	227,550 1.5	228,657 0.5	233,638 2.2	237,983 1.9	232,609 -2.3	224,185 -3.6	223,516 -0.3	-
3. Of which: Interprovincial	97,950 2.2	97,398 -0.6	97,299 -0.1	95,901 -1.4	97,590 1.8	98,359 0.8	99,476 1.1	-
4. Imports of goods and services	289,587 1.9	293,037 1.2	297,773 1.6	306,127 2.8	305,810 -0.1	303,490 -0.8	307,984 1.5	-
5. Trade balance	35,913	33,017	33,165	27,756	24,389	19,053	15,008	-

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	111.1 0.7	110.4 -0.6	111.1 0.6	111.0 -0.1	111.7 0.6	112.5 0.8	112.5 0.0	113.3 0.6
2. Durable goods	98.1 -0.0	98.2 0.1	97.8 -0.4	97.4 -0.4	96.7 -0.7	97.3 0.6	96.5 -0.8	96.8 0.2
3. Semi-durable goods	104.0 -0.6	103.3 -0.7	103.4 0.1	104.1 0.7	104.2 0.0	103.8 -0.4	102.7 -1.1	103.0 0.3
4. Non-durable goods	121.9 2.7	119.2 -2.3	122.0 2.4	120.5 -1.2	122.3 1.5	124.4 1.7	125.7 1.1	128.0 1.8
5. Services	111.4 0.3	111.3 -0.1	111.8 0.4	111.8 0.1	112.6 0.7	113.3 0.6	113.3 0.0	113.7 0.4
6. Government expenditure on goods and services:	112.0 -0.1	111.5 -0.5	115.3 3.4	113.4 -1.6	113.7 0.3	113.6 -0.1	115.1 1.3	115.7 0.6
7. Current expenditure	113.0 -0.4	112.9 -0.1	117.5 4.1	115.5 -1.7	115.6 0.2	115.0 -0.6	116.5 1.3	117.1 0.6
8. Capital expenditure	106.0 2.5	102.5 -3.3	101.9 -0.6	101.0 -0.9	101.3 0.4	104.5 3.1	105.7 1.1	106.2 0.5
9. Business gross fixed capital formation:	107.6 0.4	105.4 -2.0	106.3 0.8	105.8 -0.4	106.5 0.6	109.2 2.6	108.6 -0.5	107.7 -0.9
10. Residential structures	120.4 2.6	121.0 0.5	124.9 3.2	123.9 -0.8	127.8 3.1	131.2 2.7	130.3 -0.7	132.1 1.4
11. Non-residential structures	118.1 1.6	117.4 -0.5	118.9 1.2	120.3 1.2	122.1 1.5	124.2 1.7	126.4 1.7	127.7 1.1
12. Machinery and equipment	96.5 -1.9	91.8 -4.9	90.7 -1.2	89.2 -1.6	88.1 -1.2	90.1 2.3	88.6 -1.7	86.1 -2.9
13. Exports of goods and services	105.4 -0.3	100.2 -5.0	100.4 0.2	99.8 -0.6	101.0 1.2	103.4 2.4	101.7 -1.7	98.7 -2.9
14. DEDUCT: Imports of goods and services	108.8 -0.2	102.5 -5.8	102.3 -0.1	100.4 -1.9	102.0 1.6	105.2 3.1	102.8 -2.3	99.2 -3.5
15. Gross Domestic Product at market prices	108.1 0.2 0.7	107.3 -0.7 -2.9	108.4 1.0 4.2	108.6 0.2 0.7	109.3 0.6 2.4	110.1 0.7 2.9	110.0 -0.1 -0.2	110.6 0.6 2.4
16. Final domestic demand	110.7 0.5	109.8 -0.8	111.2 1.3	110.7 -0.5	111.3 0.5	112.2 0.9	112.4 0.2	112.8 0.3

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	113.6 0.3	114.2 0.5	114.6 0.4	114.6 -0.0	115.0 0.4	115.4 0.3	115.2 -0.2	- -
2. Durable goods	96.6 -0.2	96.2 -0.4	96.4 0.2	95.8 -0.6	95.6 -0.2	94.8 -0.9	93.9 -0.9	- -
3. Semi-durable goods	101.8 -1.1	102.0 0.1	102.2 0.2	102.6 0.4	101.0 -1.6	100.5 -0.4	99.1 -1.4	- -
4. Non-durable goods	129.0 0.8	129.8 0.7	131.4 1.2	131.3 -0.1	133.5 1.7	134.7 0.9	133.5 -0.9	- -
5. Services	114.1 0.3	114.8 0.6	114.8 0.0	115.0 0.2	115.3 0.3	115.9 0.5	116.3 0.4	- -
6. Government expenditure on goods and services:	116.2 0.4	118.0 1.6	118.6 0.5	118.6 0.0	118.0 -0.5	119.9 1.6	120.9 0.8	- -
7. Current expenditure	117.8 0.6	119.8 1.6	120.4 0.5	120.5 0.1	119.7 -0.6	121.7 1.7	122.8 0.9	- -
8. Capital expenditure	105.0 -1.1	106.2 1.1	106.6 0.4	106.5 -0.1	106.8 0.3	107.8 0.9	108.4 0.6	- -
9. Business gross fixed capital formation:	108.1 0.4	109.6 1.4	108.9 -0.6	109.0 0.1	109.3 0.2	109.1 -0.2	109.2 0.2	- -
10. Residential structures	132.4 0.3	134.9 1.8	136.0 0.8	137.5 1.2	138.6 0.7	140.2 1.2	141.2 0.7	- -
11. Non-residential structures	128.7 0.7	130.6 1.5	132.1 1.2	133.5 1.1	134.0 0.4	135.1 0.8	136.7 1.2	- -
12. Machinery and equipment	86.0 -0.0	86.5 0.5	84.7 -2.1	83.9 -1.0	83.6 -0.3	82.0 -1.9	81.4 -0.7	- -
13. Exports of goods and services	99.6 1.0	100.9 1.2	100.4 -0.4	100.4 -0.0	99.5 -0.9	98.6 -0.9	99.6 1.0	- -
14. DEDUCT: Imports of goods and services	101.5 2.3	103.8 2.2	102.3 -1.4	102.0 -0.3	101.6 -0.4	100.9 -0.7	101.7 0.8	- -
15. Gross Domestic Product at market prices	110.5 -0.1 -0.4	110.7 0.2 0.6	111.6 0.8 3.3	111.5 -0.1 -0.2	111.9 0.3 1.3	112.4 0.4 1.6	112.6 0.2 0.7	- - -
16. Final domestic demand	113.2 0.3	114.2 0.9	114.4 0.2	114.5 0.0	114.7 0.2	115.3 0.5	115.4 0.1	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2002	2003	2004	2005
1. Wages, salaries and supplementary labour income (domestic basis)	251,315 3.4	262,261 4.4	274,335 4.6	287,445 4.8
2. Corporation profits before taxes	60,467 22.5	57,603 -4.7	65,326 13.4	64,194 -1.7
3. Interest and miscellaneous investment income	16,330 -3.9	17,286 5.9	17,582 1.7	19,506 10.9
4. Net income of unincorporated business *	32,121 8.8	32,667 1.7	34,068 4.3	34,995 2.7
5. Inventory valuation adjustment	-1,594	2,107	-873	-163
6. Indirect taxes less subsidies	61,227 3.7	60,665 -0.9	64,821 6.9	67,841 4.7
7. Capital consumption allowances	57,738 5.2	60,054 4.0	62,502 4.1	64,413 3.1
8. Statistical discrepancy	159	576	-153	-574
9. Gross Domestic Product at market prices	477,763 5.3	493,219 3.2	517,608 4.9	537,657 3.9

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	264,488 5.7	276,609 4.6	288,945 4.5	304,230 5.3
2. Durable goods	36,113 7.6	36,180 0.2	36,024 -0.4	37,494 4.1
3. Semi-durable goods	23,012 4.0	23,475 2.0	24,204 3.1	24,782 2.4
4. Non-durable goods	59,902 5.3	64,270 7.3	67,883 5.6	72,603 7.0
5. Services	145,461 5.6	152,684 5.0	160,834 5.3	169,351 5.3
6. Government expenditure on goods and services:	92,844 6.5	100,842 8.6	105,256 4.4	111,646 6.1
7. Current expenditure	81,779 6.6	88,071 7.7	92,738 5.3	98,591 6.3
8. Capital expenditure	11,065 5.5	12,771 15.4	12,518 -2.0	13,055 4.3
9. Business gross fixed capital formation:	72,717 3.1	74,911 3.0	79,768 6.5	84,598 6.1
10. Residential structures	28,285 14.7	30,556 8.0	33,572 9.9	35,434 5.5
11. Non-residential structures	11,808 5.5	11,978 1.4	12,606 5.2	13,114 4.0
12. Machinery and equipment	32,624 -5.9	32,377 -0.8	33,590 3.7	36,050 7.3
13. Exports of goods and services	322,731 2.3	310,800 -3.7	326,428 5.0	329,094 0.8
14. DEDUCT: Imports of goods and services	275,265 2.8	270,408 -1.8	284,620 5.3	296,631 4.2
15. Value of physical change in inventories:	407	1,039	1,678	4,148
16. Non-farm	222	1,052	1,498	4,161
17. Farm	198	-17	174	-21
18. Government	-13	4	6	8
19. Statistical discrepancy	-159	-572	152	561
20. Gross Domestic Product at market prices	477,763 5.3	493,219 3.2	517,608 4.9	537,657 3.9
21. Final domestic demand	430,049 5.4	452,362 5.2	473,969 4.8	500,474 5.6

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 9***Millions of chained (1997) dollars*

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	241,883 3.8	249,428 3.1	256,805 3.0	266,359 3.7
2. Durable goods	36,655 7.9	36,960 0.8	37,206 0.7	38,964 4.7
3. Semi-durable goods	21,958 3.9	22,636 3.1	23,407 3.4	24,260 3.6
4. Non-durable goods	51,450 2.7	53,156 3.3	54,264 2.1	55,686 2.6
5. Services	132,088 3.3	136,848 3.6	142,045 3.8	147,697 4.0
6. Government expenditure on goods and services:	84,137 3.2	89,198 6.0	91,904 3.0	94,740 3.1
7. Current expenditure	73,411 3.1	76,770 4.6	79,910 4.1	82,433 3.2
8. Capital expenditure	10,726 4.3	12,428 15.9	11,994 -3.5	12,307 2.6
9. Business gross fixed capital formation:	67,819 0.8	70,490 3.9	73,854 4.8	77,682 5.2
10. Residential structures	24,215 9.6	24,921 2.9	25,755 3.3	26,207 1.8
11. Non-residential structures	10,244 3.7	10,096 -1.4	10,074 -0.2	9,997 -0.8
12. Machinery and equipment	32,931 -6.5	35,214 6.9	38,076 8.1	42,287 11.1
13. Exports of goods and services	307,811 1.5	306,441 -0.4	322,661 5.3	328,004 1.7
14. DEDUCT: Imports of goods and services	252,899 2.2	261,417 3.4	278,247 6.4	289,637 4.1
15. Value of physical change in inventories:	1,084	1,466	2,314	4,594
16. Non-farm	951	1,395	1,872	4,515
17. Farm	144	67	437	73
18. Government	-11	4	5	6
19. Statistical discrepancy	-152	-552	147	549
20. Gross Domestic Product at market prices	450,341 3.1	456,178 1.3	470,568 3.2	483,962 2.8
21. Final domestic demand	393,846 3.2	409,054 3.9	422,539 3.3	438,702 3.8

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2002	2003	2004	2005
1. Wages, salaries and supplementary labour income (national basis)	248,278 3.6	258,627 4.2	270,425 4.6	283,341 4.8
2. Net income of unincorporated business *	32,121 8.8	32,667 1.7	34,068 4.3	34,995 2.7
3. Interest, dividends and miscellaneous investment income	43,779 -6.4	43,532 -0.6	45,281 4.0	47,666 5.3
4. Current transfers from government, corporations and non-residents	45,242 0.2	46,757 3.3	48,443 3.6	50,208 3.6
5. Equals: Personal income	369,420 2.3	381,583 3.3	398,217 4.4	416,210 4.5
6. Deduct: Personal direct taxes	59,482 -4.8	58,979 -0.8	64,225 8.9	71,175 10.8
7. Other current transfers to government	25,782 7.1	27,759 7.7	27,662 -0.3	28,166 1.8
8. Equals: Personal disposable income	284,156 3.5	294,845 3.8	306,330 3.9	316,869 3.4
9. Deduct: Personal expenditure on consumer goods and services	264,488 5.7	276,609 4.6	288,945 4.5	304,230 5.3
10. Current transfers to corporations	4,655 -6.6	5,245 12.7	5,573 6.3	6,174 10.8
11. Current transfers to non-residents	1,314 61.2	1,295 -1.4	1,399 8.0	1,427 2.0
12. Equals: Personal saving	13,699 -26.1	11,696 -14.6	10,413 -11.0	5,038 -51.6
13. Personal saving rate (percent)	4.8	4.0	3.4	1.6
14. Real personal disposable income ** (millions of chained (1997) dollars)	259,879 1.7	265,872 2.3	272,261 2.4	277,426 1.9
15. Population (thousands)	12,102 1.7	12,263 1.3	12,417 1.3	12,559 1.1
16. Personal disposable income per capita (dollars)	23,480 1.7	24,044 2.4	24,671 2.6	25,231 2.3
17. Real personal disposable income per capita (chained (1997) dollars)	21,474 -0.0	21,682 1.0	21,927 1.1	22,090 0.7

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE

TABLE 11

Millions of dollars

	2002	2003	2004	2005
1. Exports of goods and services	322,731 2.3	310,800 -3.7	326,428 5.0	329,094 0.8
2. Of which: International	233,884 1.8	218,241 -6.7	230,414 5.6	231,957 0.7
3. Of which: Interprovincial	88,847 3.6	92,559 4.2	96,014 3.7	97,137 1.2
4. Imports of goods and services	275,265 2.8	270,408 -1.8	284,620 5.3	296,631 4.2
5. Trade balance	47,466	40,392	41,808	32,463

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2002	2003	2004	2005
1. Personal expenditure on consumer goods and services:	109.3 1.8	110.9 1.4	112.5 1.5	114.2 1.5
2. Durable goods	98.5 -0.3	97.9 -0.6	96.8 -1.1	96.2 -0.6
3. Semi-durable goods	104.8 0.1	103.7 -1.0	103.4 -0.3	102.1 -1.2
4. Non-durable goods	116.4 2.6	120.9 3.9	125.1 3.5	130.4 4.2
5. Services	110.1 2.2	111.6 1.3	113.2 1.5	114.7 1.3
6. Government expenditure on goods and services:	110.3 3.1	113.0 2.5	114.5 1.3	117.8 2.9
7. Current expenditure	111.4 3.4	114.7 3.0	116.1 1.2	119.6 3.1
8. Capital expenditure	103.2 1.2	102.8 -0.3	104.4 1.5	106.1 1.6
9. Business gross fixed capital formation:	107.2 2.3	106.3 -0.9	108.0 1.6	108.9 0.8
10. Residential structures	116.8 4.6	122.6 4.9	130.3 6.3	135.2 3.7
11. Non-residential structures	115.3 1.8	118.7 3.0	125.1 5.4	131.2 4.9
12. Machinery and equipment	99.1 0.7	92.1 -7.1	88.2 -4.1	85.3 -3.3
13. Exports of goods and services	104.8 0.8	101.4 -3.3	101.2 -0.3	100.3 -0.8
14. DEDUCT: Imports of goods and services	108.8 0.6	103.5 -4.9	102.3 -1.1	102.4 0.1
15. Gross Domestic Product at market prices	106.1 2.1	108.1 1.9	110.0 1.7	111.1 1.0
16. Final domestic demand	109.2 2.2	110.6 1.3	112.2 1.4	114.1 1.7

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Goods Producing Industries	125,542 -0.1	124,185 -1.1	123,460 -0.6	126,974 2.8	125,831 -0.9	126,836 0.8	129,010 1.7	128,950 -0.0
2. Primary	7,269 -1.8	6,982 -3.9	6,850 -1.9	7,079 3.3	7,185 1.5	7,415 3.2	7,453 0.5	7,693 3.2
3. Agriculture, Forestry, Fishing & Hunting	4,531 -2.8	4,432 -2.2	4,287 -3.3	4,362 1.8	4,443 1.9	4,575 3.0	4,557 -0.4	4,845 6.3
4. Mining	2,732 -0.0	2,546 -6.8	2,561 0.6	2,716 6.1	2,745 1.1	2,848 3.7	2,908 2.1	2,864 -1.5
5. Utilities	10,617 3.9	9,855 -7.2	9,729 -1.3	9,475 -2.6	9,837 3.8	9,745 -0.9	10,259 5.3	10,942 6.7
6. Electric Power	8,386 2.6	7,855 -6.3	7,836 -0.2	7,662 -2.2	7,923 3.4	7,797 -1.6	8,237 5.6	8,860 7.6
7. Natural Gas, Water and Other	2,305 8.2	2,054 -10.9	1,934 -5.8	1,838 -5.0	1,947 5.9	1,986 2.0	2,068 4.1	2,137 3.3
8. Construction	21,137 0.7	21,454 1.5	21,702 1.2	22,720 4.7	22,116 -2.7	21,874 -1.1	22,224 1.6	22,225 0.0
9. Residential Buildings	8,456 1.0	8,697 2.8	8,874 2.0	9,524 7.3	9,089 -4.6	9,060 -0.3	9,446 4.3	9,296 -1.6
10. Non-Residential Buildings and Engineering	12,681 0.5	12,757 0.6	12,828 0.6	13,197 2.9	13,027 -1.3	12,815 -1.6	12,777 -0.3	12,929 1.2
11. Manufacturing	86,748 -0.6	86,040 -0.8	85,245 -0.9	87,695 2.9	86,731 -1.1	87,883 1.3	89,199 1.5	88,258 -1.1
12. Food, Beverage, & Tobacco Products	9,355 1.7	9,254 -1.1	9,287 0.4	9,551 2.8	9,545 -0.1	9,706 1.7	9,863 1.6	9,748 -1.2
13. Textile, Clothing, & Leather Products	1,560 -9.7	1,586 1.7	1,597 0.7	1,756 9.9	1,682 -4.2	1,599 -4.9	1,490 -6.8	1,418 -4.8
14. Wood Products and Furniture	4,661 -2.4	4,716 1.2	4,612 -2.2	4,686 1.6	4,568 -2.5	4,501 -1.5	4,476 -0.6	4,614 3.1
15. Paper Products and Printing	6,359 0.9	6,322 -0.6	6,338 0.3	6,523 2.9	6,265 -4.0	6,198 -1.1	6,222 0.4	6,015 -3.3
16. Chemical and Petroleum Products	8,645 -1.1	8,835 2.2	8,832 -0.0	9,259 4.8	9,166 -1.0	8,915 -2.7	9,059 1.6	8,811 -2.7
17. Plastic and Rubber Products	6,122 0.2	5,690 -7.1	5,662 -0.5	5,827 2.9	5,718 -1.9	5,773 1.0	5,672 -1.7	5,657 -0.3
18. Primary Metal & Fabricated Metal Products	13,191 -0.6	12,917 -2.1	12,262 -5.1	13,026 6.2	12,383 -4.9	12,854 3.8	13,051 1.5	12,825 -1.7
19. Machinery	5,921 -6.6	5,826 -1.6	5,777 -0.8	5,916 2.4	5,690 -3.8	5,726 0.6	5,768 0.7	5,575 -3.3

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
20. Electrical and Electronic Products	8,282 -0.0	8,147 -1.6	7,780 -4.5	7,670 -1.4	7,574 -1.3	7,676 1.3	8,054 4.9	8,029 -0.3
21. Transportation Equipment	18,345 2.4	18,405 0.3	18,887 2.6	19,404 2.7	19,798 2.0	20,096 1.5	20,554 2.3	20,220 -1.6
22. Auto Industry (Vehicles & Parts)	17,162 1.8	17,063 -0.6	17,496 2.5	17,895 2.3	18,343 2.5	18,633 1.6	19,117 2.6	18,660 -2.4
23. Other Transportation Equipment	1,183 12.1	1,342 13.4	1,391 3.7	1,509 8.5	1,455 -3.6	1,463 0.5	1,436 -1.8	1,559 8.6
24. Other Manufacturing	4,003 -4.4	4,182 4.5	4,195 0.3	4,188 -0.2	4,155 -0.8	4,355 4.8	4,209 -3.4	4,266 1.3
25. Services Producing Industries	291,871 0.7	291,969 0.0	292,054 0.0	294,717 0.9	297,930 1.1	301,884 1.3	303,258 0.5	305,088 0.6
26. Wholesale Trade	28,776 2.1	28,532 -0.8	28,106 -1.5	29,148 3.7	29,084 -0.2	30,175 3.8	30,500 1.1	30,892 1.3
27. Retail Trade	23,148 1.2	23,107 -0.2	23,220 0.5	22,878 -1.5	23,359 2.1	23,484 0.5	24,135 2.8	24,563 1.8
28. Transportation and Warehousing	16,302 1.6	16,272 -0.2	16,452 1.1	16,844 2.4	16,873 0.2	16,902 0.2	16,892 -0.1	16,849 -0.3
29. Information & Culture (including Telecommunications)	17,505 1.9	17,661 0.9	17,564 -0.6	17,632 0.4	17,668 0.2	17,886 1.2	17,706 -1.0	17,632 -0.4
30. Finance, Insurance, Real Estate, Rental & Leasing	89,264 0.3	90,507 1.4	91,422 1.0	92,156 0.8	93,282 1.2	94,618 1.4	94,832 0.2	95,774 1.0
31. Professional and Administrative Services	33,302 0.4	33,070 -0.7	32,575 -1.5	32,097 -1.5	32,720 1.9	33,456 2.2	33,796 1.0	34,167 1.1
32. Education	17,550 -0.7	17,530 -0.1	17,482 -0.3	17,715 1.3	18,131 2.4	18,580 2.5	18,112 -2.5	18,108 -0.0
33. Health Care and Social Services	22,404 1.3	22,453 0.2	22,786 1.5	23,053 1.2	23,122 0.3	23,179 0.2	23,336 0.7	23,298 -0.2
34. Arts, Entertainment & Recreation	3,731 1.9	3,774 1.2	3,789 0.4	3,914 3.3	3,873 -1.1	3,835 -1.0	3,796 -1.0	3,729 -1.8
35. Accommodation and Food	8,776 -3.7	8,093 -7.8	8,048 -0.6	8,144 1.2	8,265 1.5	8,333 0.8	8,520 2.2	8,671 1.8
36. Other Services	10,087 0.1	9,984 -1.0	9,904 -0.8	10,066 1.6	10,176 1.1	10,181 0.0	10,099 -0.8	10,209 1.1
37. Public Administration	21,297 1.3	21,264 -0.2	20,990 -1.3	21,357 1.7	21,700 1.6	21,620 -0.4	21,937 1.5	21,637 -1.4
38. Total Production	417,899 0.5	416,558 -0.3	415,844 -0.2	421,948 1.5	424,067 0.5	429,077 1.2	432,675 0.8	434,494 0.4
	1.9	-1.3	-0.7	6.0	2.0	4.8	3.4	1.7

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Goods Producing Industries	128,802 -0.1	128,277 -0.4	128,546 0.2	128,244 -0.2	127,807 -0.3	126,150 -1.3	124,813 -1.1	-
2. Primary	7,678 -0.2	7,833 2.0	7,779 -0.7	7,425 -4.6	7,515 1.2	7,452 -0.8	7,375 -1.0	-
3. Agriculture, Forestry, Fishing & Hunting	4,820 -0.5	4,942 2.5	4,937 -0.1	4,747 -3.9	4,658 -1.9	4,639 -0.4	4,630 -0.2	-
4. Mining	2,870 0.2	2,901 1.1	2,849 -1.8	2,681 -5.9	2,821 5.2	2,768 -1.9	2,732 -1.3	-
5. Utilities	10,742 -1.8	10,384 -3.3	10,539 1.5	10,469 -0.7	10,441 -0.3	10,552 1.1	10,684 1.3	-
6. Electric Power	8,693 -1.9	8,396 -3.4	8,501 1.2	8,487 -0.2	8,451 -0.4	8,590 1.6	8,692 1.2	-
7. Natural Gas, Water and Other	2,090 -2.2	2,017 -3.5	2,056 1.9	1,987 -3.4	1,994 0.4	1,966 -1.4	1,996 1.5	-
8. Construction	22,139 -0.4	22,425 1.3	22,722 1.3	22,961 1.0	23,588 2.7	23,341 -1.0	23,300 -0.2	-
9. Residential Buildings	9,197 -1.1	9,365 1.8	9,417 0.6	9,313 -1.1	9,785 5.1	9,481 -3.1	9,384 -1.0	-
10. Non-Residential Buildings and Engineering	12,942 0.1	13,060 0.9	13,306 1.9	13,648 2.6	13,807 1.2	13,849 0.3	13,885 0.3	-
11. Manufacturing	88,390 0.1	87,760 -0.7	87,610 -0.2	87,473 -0.2	86,477 -1.1	84,961 -1.8	83,394 -1.8	-
12. Food, Beverage, & Tobacco Products	9,779 0.3	10,000 2.3	10,104 1.0	9,855 -2.5	9,849 -0.1	9,619 -2.3	9,782 1.7	-
13. Textile, Clothing, & Leather Products	1,492 5.2	1,416 -5.1	1,435 1.4	1,451 1.1	1,403 -3.3	1,385 -1.3	1,317 -4.9	-
14. Wood Products and Furniture	4,611 -0.1	4,539 -1.6	4,450 -2.0	4,391 -1.3	4,462 1.6	4,571 2.4	4,798 5.0	-
15. Paper Products and Printing	6,059 0.7	6,108 0.8	6,196 1.4	6,095 -1.6	5,982 -1.8	5,826 -2.6	5,650 -3.0	-
16. Chemical and Petroleum Products	8,745 -0.8	8,894 1.7	8,820 -0.8	8,756 -0.7	8,838 0.9	9,016 2.0	8,954 -0.7	-
17. Plastic and Rubber Products	5,497 -2.8	5,399 -1.8	5,347 -1.0	5,463 2.2	5,399 -1.2	5,025 -6.9	4,867 -3.1	-
18. Primary Metal & Fabricated Metal Products	12,836 0.1	12,704 -1.0	12,157 -4.3	12,159 0.0	11,886 -2.2	11,405 -4.0	10,903 -4.4	-
19. Machinery	5,735 2.9	5,832 1.7	5,726 -1.8	5,989 4.6	6,141 2.5	5,799 -5.6	5,932 2.3	-

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
20. Electrical and Electronic Products	8,333 3.8	8,375 0.5	8,233 -1.7	8,391 1.9	8,291 -1.2	8,222 -0.8	8,097 -1.5	-
21. Transportation Equipment	20,182 -0.2	19,849 -1.7	20,555 3.6	20,739 0.9	19,796 -4.5	19,689 -0.5	18,810 -4.5	-
22. Auto Industry (Vehicles & Parts)	18,672 0.1	18,372 -1.6	19,030 3.6	19,224 1.0	18,347 -4.6	18,168 -1.0	17,384 -4.3	-
23. Other Transportation Equipment	1,510 -3.2	1,477 -2.2	1,525 3.3	1,516 -0.6	1,545 1.9	1,598 3.4	1,564 -2.1	-
24. Other Manufacturing	4,280 0.3	4,050 -5.4	4,237 4.6	4,075 -3.8	4,364 7.1	4,292 -1.6	4,154 -3.2	-
25. Services Producing Industries	307,682 0.9	310,899 1.0	314,199 1.1	316,644 0.8	319,153 0.8	321,829 0.8	323,437 0.5	-
26. Wholesale Trade	31,173 0.9	32,122 3.0	32,603 1.5	33,381 2.4	34,558 3.5	35,178 1.8	35,674 1.4	-
27. Retail Trade	24,786 0.9	24,906 0.5	24,875 -0.1	24,941 0.3	25,090 0.6	25,398 1.2	25,710 1.2	-
28. Transportation and Warehousing	16,998 0.9	17,188 1.1	17,559 2.2	17,603 0.3	17,726 0.7	17,772 0.3	17,830 0.3	-
29. Information & Culture (including Telecommunications)	17,874 1.4	18,201 1.8	18,720 2.9	18,796 0.4	18,819 0.1	18,814 -0.0	19,000 1.0	-
30. Finance, Insurance, Real Estate, Rental & Leasing	97,036 1.3	97,570 0.6	98,707 1.2	99,310 0.6	99,889 0.6	100,612 0.7	101,278 0.7	-
31. Professional and Administrative Services	34,059 -0.3	34,618 1.6	34,826 0.6	34,860 0.1	35,249 1.1	35,899 1.8	35,991 0.3	-
32. Education	18,580 2.6	18,813 1.3	18,965 0.8	19,077 0.6	19,358 1.5	19,510 0.8	19,382 -0.7	-
33. Health Care and Social Services	23,273 -0.1	23,440 0.7	23,714 1.2	23,810 0.4	23,890 0.3	24,056 0.7	24,211 0.6	-
34. Arts, Entertainment & Recreation	3,699 -0.8	3,743 1.2	3,801 1.6	3,903 2.7	3,838 -1.7	3,860 0.6	3,786 -1.9	-
35. Accommodation and Food	8,591 -0.9	8,523 -0.8	8,419 -1.2	8,395 -0.3	8,512 1.4	8,487 -0.3	8,560 0.9	-
36. Other Services	10,291 0.8	10,329 0.4	10,399 0.7	10,400 0.0	10,447 0.4	10,450 0.0	10,505 0.5	-
37. Public Administration	21,827 0.9	22,013 0.9	22,244 1.0	22,860 2.8	22,919 0.3	23,030 0.5	22,938 -0.4	-
38. Total Production	436,911 0.6 2.2	439,583 0.6 2.5	443,133 0.8 3.3	445,251 0.5 1.9	447,940 0.6 2.4	448,783 0.2 0.8	449,004 0.0 0.2	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2002	2003	2004	2005
1. Goods Producing Industries	125,226 2.1	125,040 -0.1	127,657 2.1	128,467 0.6
2. Primary	7,332 -3.5	7,045 -3.9	7,437 5.6	7,679 3.3
3. Agriculture, Forestry, Fishing & Hunting	4,440 0.5	4,403 -0.8	4,605 4.6	4,862 5.6
4. Mining	2,887 -9.0	2,639 -8.6	2,841 7.7	2,825 -0.6
5. Utilities	10,005 3.8	9,919 -0.9	10,196 2.8	10,534 3.3
6. Electric Power	8,089 3.8	7,935 -1.9	8,204 3.4	8,519 3.8
7. Natural Gas, Water and Other	1,969 3.6	2,032 3.2	2,034 0.1	2,037 0.1
8. Construction	21,117 5.1	21,753 3.0	22,110 1.6	22,562 2.0
9. Residential Buildings	8,479 8.2	8,888 4.8	9,223 3.8	9,323 1.1
10. Non-Residential Buildings and Engineering	12,638 3.2	12,866 1.8	12,887 0.2	13,239 2.7
11. Manufacturing	86,965 1.9	86,432 -0.6	88,018 1.8	87,808 -0.2
12. Food, Beverage, & Tobacco Products	9,462 -3.0	9,362 -1.1	9,715 3.8	9,935 2.3
13. Textile, Clothing, & Leather Products	1,851 -8.6	1,625 -12.2	1,547 -4.8	1,449 -6.4
14. Wood Products and Furniture	4,936 2.5	4,669 -5.4	4,540 -2.8	4,498 -0.9
15. Paper Products and Printing	6,471 -0.9	6,385 -1.3	6,175 -3.3	6,114 -1.0
16. Chemical and Petroleum Products	8,632 6.8	8,893 3.0	8,988 1.1	8,804 -2.0
17. Plastic and Rubber Products	5,943 7.4	5,826 -2.0	5,705 -2.1	5,427 -4.9
18. Primary Metal & Fabricated Metal Products	13,101 7.2	12,849 -1.9	12,778 -0.6	12,464 -2.5
19. Machinery	6,052 0.7	5,860 -3.2	5,690 -2.9	5,821 2.3

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 14***Millions of chained (1997) dollars*

	2002	2003	2004	2005
20. Electrical and Electronic Products	7,696 -4.6	7,970 3.6	7,833 -1.7	8,333 6.4
21. Transportation Equipment	18,476 2.2	18,760 1.5	20,167 7.5	20,331 0.8
22. Auto Industry (Vehicles & Parts)	17,126 4.6	17,404 1.6	18,688 7.4	18,825 0.7
23. Other Transportation Equipment	1,350 -21.0	1,356 0.4	1,478 9.0	1,507 1.9
24. Other Manufacturing	4,067 3.6	4,142 1.8	4,246 2.5	4,161 -2.0
25. Services Producing Industries	286,928 2.6	292,653 2.0	302,040 3.2	312,356 3.4
26. Wholesale Trade	27,442 3.6	28,641 4.4	30,163 5.3	32,320 7.2
27. Retail Trade	22,328 7.0	23,088 3.4	23,885 3.5	24,877 4.2
28. Transportation and Warehousing	16,481 -0.8	16,467 -0.1	16,879 2.5	17,337 2.7
29. Information & Culture (including Telecommunications)	17,479 1.1	17,591 0.6	17,723 0.8	18,398 3.8
30. Finance, Insurance, Real Estate, Rental & Leasing	89,286 2.3	90,837 1.7	94,627 4.2	98,156 3.7
31. Professional and Administrative Services	31,767 3.7	32,761 3.1	33,535 2.4	34,591 3.1
32. Education	17,379 1.8	17,569 1.1	18,233 3.8	18,859 3.4
33. Health Care and Social Services	22,067 1.7	22,674 2.8	23,234 2.5	23,559 1.4
34. Arts, Entertainment & Recreation	3,781 0.2	3,802 0.6	3,808 0.2	3,787 -0.6
35. Accommodation and Food	9,022 2.8	8,265 -8.4	8,447 2.2	8,482 0.4
36. Other Services	9,820 4.1	10,010 1.9	10,166 1.6	10,355 1.9
37. Public Administration	20,244 2.9	21,227 4.9	21,723 2.3	22,236 2.4
38. Total Production	412,499 2.5	418,062 1.3	430,078 2.9	441,219 2.6

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics.fin@ontario.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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**Ontario
Ministry
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**Fourth Quarter
of 2006**

(October, November, December)

April 2007

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Ontario Economic Accounts



April 2007

Fourth Quarter of 2006

(October, November, December)

Ontario Economic Accounts



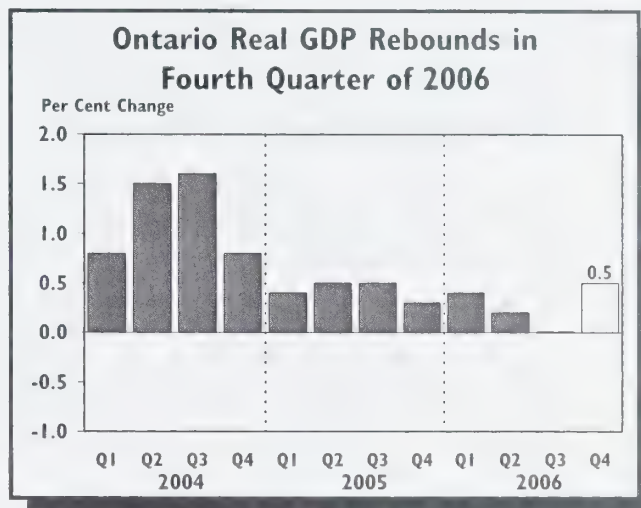
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FOURTH QUARTER HIGHLIGHTS: OCTOBER-DECEMBER 2006

- Ontario's **real Gross Domestic Product** grew by 0.5% (2.2% annualized) in the fourth (October to December) quarter of 2006, the strongest quarterly increase in two years. The Canadian economy grew by 0.4% in the fourth quarter, while the U.S. economy advanced by 0.6%.



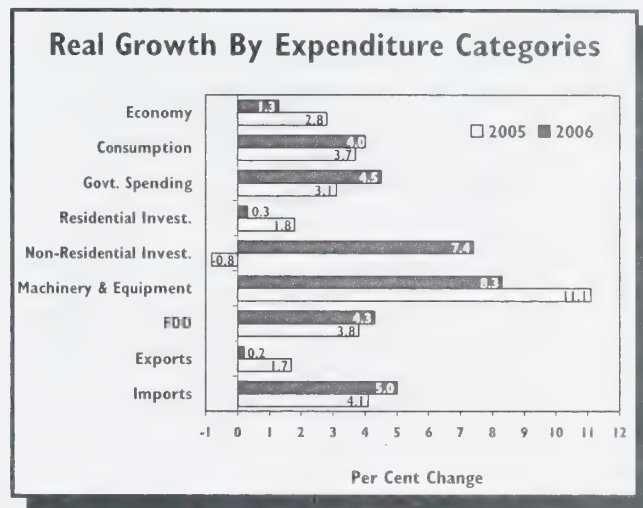
- Growth rebounded from the third quarter when real GDP was flat. Third quarter growth is now revised up from the previous estimate of a 0.1% decline, based on new information from Statistics Canada.
- Quarterly growth reflected strong positive contributions from consumer spending, business investment spending and net trade. **Final domestic demand** grew by 1.3% in real terms, the fastest quarterly growth of the year. A reduction in inventories detracted from growth in the economy in the quarter.
- The largest source of fourth quarter growth was **real consumer spending** which advanced 1.3%, following a similar 1.4% rate of growth in the third quarter. Consumer demand was solid in all areas, especially for big-ticket durable goods such as autos.
- Real residential construction investment** increased by 1.0% in the fourth quarter, following declines in the previous two quarters. Stronger resale (+4.1%) and renovation activity (+1.9%) was partially offset by a 1.2% drop in new housing construction in the quarter.
- Capital spending by the business sector continued to be a significant source of growth for the economy. **Real non-residential construction spending** advanced 3.0%. **Real machinery and equipment investment spending** grew 1.8% in the final quarter of 2006, the tenth consecutive quarterly gain.
- Ontario **pre-tax corporate profits** jumped 5.7% in the final quarter of 2006, following 2.3% growth (revised) in the third quarter. The increase was broadly based with improved performances by manufacturers, wholesalers and retailers.
- Ontario businesses reduced **inventories** in the fourth quarter of 2006 by \$465 million (\$1997), following a \$7.0 billion buildup in the third quarter. The inventory reduction was broadly-based

with the largest declines occurring in the manufacturing and retail trade sectors. Motor vehicle stocks fell in the wholesale and retail trade sectors.

- ❑ **Real exports** advanced 3.6% in the fourth quarter, following three consecutive quarterly declines. The fourth quarter increase marked the strongest quarterly gain in three years and reflected in large part a turnaround in auto product exports which jumped 6.1% in the quarter.
- ❑ **Real imports** also grew at a strong pace in the final quarter, advancing by 2.8%, following a modest 0.4% increase in the third quarter. The strong performance was led by healthy gains in imports of machinery and equipment and automotive products.
- ❑ With export growth outpacing that of imports, Ontario's real **net trade surplus** widened by \$3.2 billion to \$23.4 billion (\$1997) in the fourth quarter.
- ❑ In **current dollars**, **GDP** grew by 1.3% in the fourth quarter, up from the 0.3% increase in the third quarter. Economy-wide prices, as measured by the **GDP implicit price index**, rose 0.7% following a 0.3% increase in the third quarter.
- ❑ **On an industry basis**, economic production advanced 0.4% in the fourth quarter of 2006, following two consecutive quarters of little change. The financial sector led growth (+1.0%), while manufacturing output fell 0.7%.

2006 REVIEW

- ❑ Ontario's **real GDP** grew by 1.3% in 2006, following increases of 2.8% in 2005 and 3.2% in 2004. Ontario's economic growth was below that of Canada (+2.7%) and the U.S. (+3.3%) in 2006.
- ❑ **Final domestic demand** - the sum of consumer spending, business investment and government spending - remained strong in 2006, rising by 4.3%, following a gain of 3.8% in 2005.
- ❑ **Consumer spending** was a major contributor to economic growth in 2006, with real personal expenditures rising 4.0%, the largest annual gain in six years. Consumer spending was strong in all major categories but was particularly robust for semi-durable (+8.7%) and durable goods (+5.2%).
- ❑ A 4.6% jump in **personal incomes**, the largest increase since 2000, helped support increased household spending. Labour income increased 4.4% in 2006, benefiting from a 1.5% gain in employment (95,000 jobs).
- ❑ **Real residential construction spending** grew by 0.3% in 2006, following gains of 1.8% in 2005 and 3.3% in 2004. While a smaller gain than in recent years, 2006 marked the eighth straight annual increase in investment spending on residential housing.
- ❑ Business investment in **real machinery and equipment** grew by a strong 8.3% in 2006, increasing for the fourth consecutive year.
- ❑ Fuelled by major engineering investments in the electrical utilities sector, **real non-residential construction spending** grew at a robust 7.4% in 2006, following three straight years of modest declines.
- ❑ Ontario **pre-tax corporate profits** were little changed in 2006, declining by 0.2%, following a 1.7% drop in 2005.
- ❑ Businesses increased **real inventories** by \$4.3 billion (\$1997) in 2006, the fifth consecutive annual increase. Additions to motor vehicle inventories at both the retail and wholesale levels, along with a significant accumulation of wholesale machinery and equipment inventories,



dominated the build-up.

- ❑ Ontario **real exports** increased a modest 0.2%. A strong Canadian dollar, along with weaker U.S. demand and restructuring in the auto sector, hurt Ontario exports in 2006.
- ❑ Ontario's **real imports** grew 5.0% in 2006, bolstered by the strong dollar and solid domestic demand. This was the fifth consecutive annual increase in real imports.
- ❑ In **current dollars**, GDP grew 2.9% in 2006, down from 3.9% in 2005.
- ❑ **Economy-wide prices**, as measured by the GDP price deflator, rose 1.6% in 2006, up from a 1.0% increase in 2005. Upward price pressure was exerted by Ontario's construction sector, as residential construction prices rose 4.0% while non-residential construction prices rose 3.8%. A modest increase in consumer prices (+0.8%), and lower machinery and equipment prices (-3.5%), moderated the annual inflation rate.
- ❑ Overall economic output **by industry** grew by 1.4% in 2006. Gains in finance (+2.4%) and in wholesale trade (+7.2%) were partially offset by a 4.8% decline in manufacturing.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS*(% change from previous period)*

	2005	2006	2006q1	2006q2	2006q3	2006q4
Real GDP (Chained \$ 1997)	2.8	1.3	0.4	0.2	0.0	0.5
<i>(annualized rate)</i>			<i>1.6</i>	<i>1.0</i>	<i>0.0</i>	<i>2.2</i>
Personal spending	3.7	4.0	0.5	1.0	1.4	1.3
Government spending	3.1	4.5	1.9	0.7	0.4	1.1
Residential construction	1.8	0.3	3.7	-2.9	-1.2	1.0
Non-residential construction	-0.8	7.4	4.5	2.0	1.5	3.0
Machinery & equipment	11.1	8.3	0.3	1.1	2.2	1.8
Final Domestic Demand	3.8	4.3	1.1	0.7	1.0	1.3
Exports	1.7	0.2	-0.3	-1.6	-1.1	3.6
Imports	4.1	5.0	0.5	-0.1	0.4	2.8
Business inventories (Chained \$1997 billions)	4.5	4.3	3.3	7.5	7.0	-0.5
Nominal GDP (\$ Current)	3.9	2.9	0.9	0.7	0.3	1.3
Corporation profits	-1.7	-0.2	-0.6	0.0	2.3	5.7
Personal income	4.5	4.6	1.4	0.4	1.2	1.4
Personal disposable income	3.4	4.5	1.8	0.4	1.1	0.8
Implicit price index, GDP	1.0	1.6	0.5	0.4	0.3	0.7

DEMAND AND INCOMES

CONSUMER SPENDING REMAINS STRONG

Real consumer spending increased by 1.3% in the fourth quarter following a similar 1.4% rate of growth in the third quarter. Consumer demand was solid in all categories, but spending on big-ticket durable goods such as autos was especially strong.

Real expenditures on **durables** continued to grow at a brisk pace, increasing 3.4% for the second consecutive quarter. The back-to-back quarterly growth in durable spending was the strongest two-quarter gain since early 2002. Growth in durable goods spending was led by strong demand for new motor vehicles.

Consumer spending on **semi-durable** goods also grew at a healthy pace, rising 1.9% in the fourth quarter, following a similarly sized gain in the third quarter. Spending on clothing and footwear remained solid, advancing by 2.5%.

Overall consumer expenditure growth was tempered by **non-durable** spending which increased by 0.4% in the fourth quarter after a 0.9% advance in the previous quarter. Mild temperatures in the fourth quarter contributed to the slower non-durable spending with the consumption of electricity, natural gas and other fuels falling.

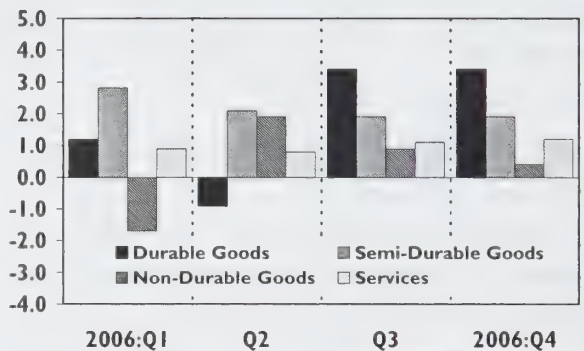
Spending on consumer **services** rose 1.2%.

Personal disposable income increased 0.8%, after jumping 1.1% in the third quarter. Labour income, the largest component of household income, grew by 1.4% in the final quarter of 2006, its strongest advance in more than a year.

In annual terms, consumer spending was the leading contributor to real GDP growth in 2006, advancing 4.0%, its best performance since 2000. Consumer spending was strong in all major categories but was particularly robust for semi-durable (+8.7%) and durable (+5.2%) goods. Consumers benefited from lower prices in both these categories (notably for furniture, appliances and clothing) over the course of the year. Real spending on services also posted strong growth in 2006, up 4.0%. Non-durable expenditures grew at a more modest (+2.0%) pace as consumption of electricity, natural gas, and other fuels declined, reflecting the generally more temperate weather last year.

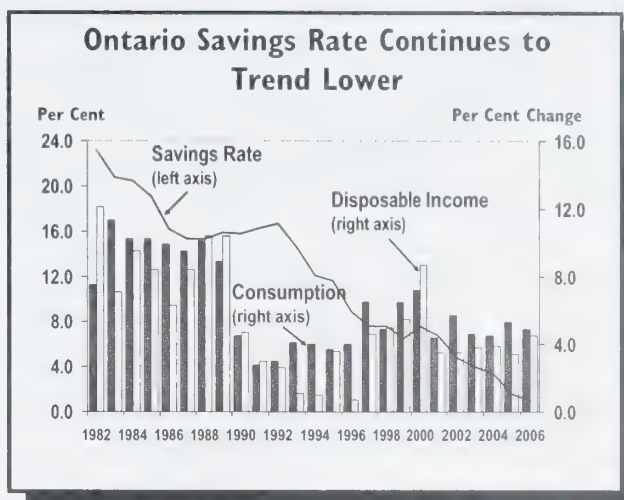
Real Consumer Spending Growth Continues

Per Cent Change



A 4.6% jump in personal income in 2006, the largest increase since 2000, helped support increased household spending. Labour income increased 4.4%, with employment growing by 1.5% (95,000 jobs).

Ontario's personal savings* rate fell to 1.1% in 2006, the lowest rate in over 50 years, as consumer spending in current dollars (+4.9%) outpaced personal disposable income growth (+4.5%).



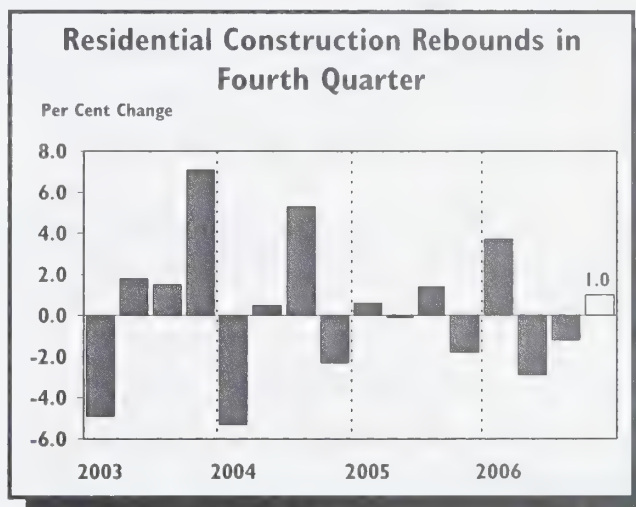
***Note:** Personal savings is defined in the System of National Accounts as the difference between the amount households receive as income, and their expenditures on taxes and personal consumption. It does not take into account changes in household wealth, such as financial assets, home equity and retirement savings.

RESIDENTIAL CONSTRUCTION REBOUNDS IN FOURTH QUARTER

Real residential construction investment

increased by 1.0% in the fourth quarter, following declines of 2.9% and 1.2% in the second and third quarters respectively. The rebound was the result of stronger resale (+4.1%) and renovation activity (+1.9%). These gains were partially offset by a 1.2% drop in new housing construction.

On an annual basis, real residential construction investment grew by 0.3% in 2006, following gains of 1.8% in 2005 and 3.3% in 2004. While growth has slowed in recent years, 2006 marked the eighth straight annual increase in investment spending on residential housing. Over the last eight years, residential construction expenditures in constant 1997 dollars have grown by 56%, hitting a record \$26.3 billion in 2006.



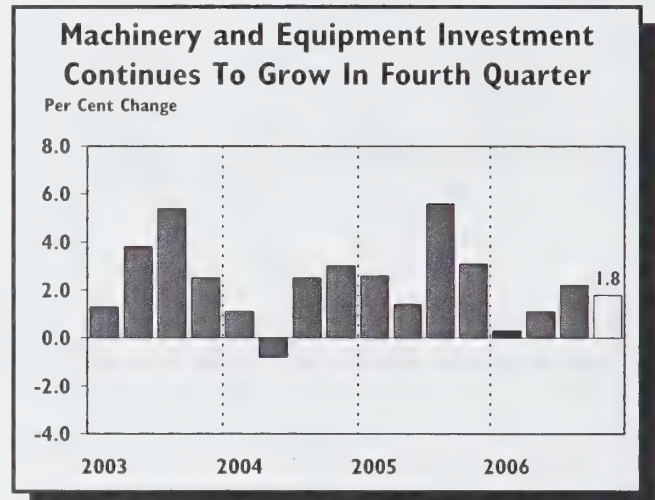
The major factor driving up the value of residential construction spending has been the demand for home improvements by Ontarians. Renovation spending, which jumped 8.0% in 2006, has been growing at an average annual rate of 9.0% per year since 1998, accounting for over 60% of the total residential investment gain over the past eight years. Renovation spending has doubled in value since 1998, from \$5.7 billion to a record \$11.4 billion (\$1997) in 2006.

BUSINESS INVESTMENT SPENDING REMAINS STRONG

Capital spending by the business sector continued to be a significant source of growth for the economy throughout 2006. **Real machinery and equipment investment spending** grew 1.8% in the final quarter of 2006, the tenth consecutive quarterly gain, following 2.2% growth in the third quarter. Spending was fuelled by rising purchases of autos and trucks, other transportation equipment and software.

Real non-residential construction spending increased at a 3.0% pace in the fourth quarter following a 1.5% advance in the third quarter. This increase, in part, reflects strong engineering-based capital spending by Ontario's utilities sector, particularly the electricity sector, which includes power generation, transmission and distribution.

Ontario **pre-tax corporate profits** jumped 5.7% in the final quarter of 2006, following a 2.3% advance (revised) in the third quarter. The increase was broadly-based with improved performances by the manufacturing, wholesale and retail sectors.



On an annual basis, business investment in real machinery and equipment increased for the fourth consecutive year, growing by 8.3% in 2006, following growth of 11.1% in 2005. Investment spending was concentrated in purchases of computers and other office equipment, software, telecommunications equipment, trucks and industrial machinery.

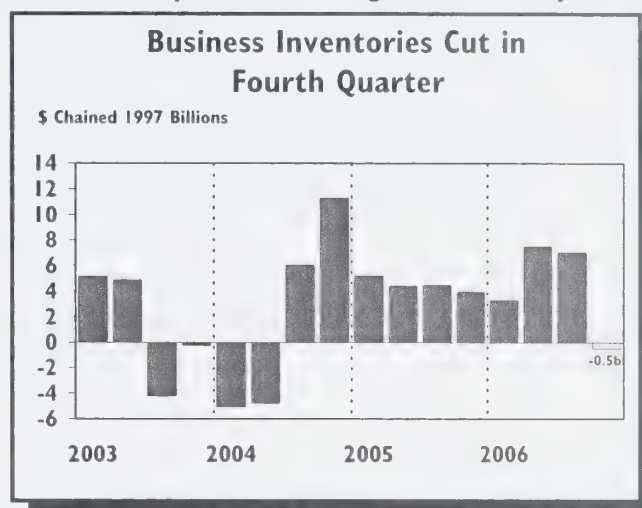
Business investment was also boosted by solid growth in non-residential structures in 2006. Supported by major engineering investments in the electrical utilities sector in 2006, real non-residential construction spending grew at a robust 7.4% in 2006, following three straight years of modest declines.

Ontario pre-tax corporate profits were little changed in 2006, declining by 0.2%, following a 1.7% drop in 2005. Solid profit gains by mining, wholesale and retail as well as the financial sector were offset by profit declines in manufacturing, particularly in motor vehicles and parts manufacturing.

INVENTORY LEVELS CUT IN FOURTH QUARTER

Ontario businesses reversed course with **inventories** in the fourth quarter, reducing their stocks by \$465 million (\$1997) following a \$7.0 billion (annualized) build-up in the third quarter. The fourth-quarter run-down in inventories, the first since mid-2004, was broadly-based with the largest declines occurring in the manufacturing and retail trade sectors.

Motor vehicle stocks fell at the wholesale and retail trade level in the fourth quarter. The decline in automotive stocks coincided with higher auto exports and rising consumer demand for new motor vehicles.



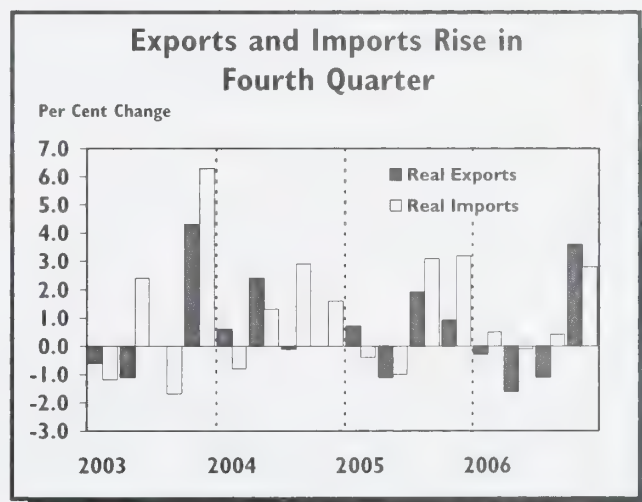
The decumulation of inventories detracted from growth in the economy in the fourth quarter, shaving the equivalent of 1.5 percentage points from real overall growth.

In 2006, despite the fourth quarter reversal, businesses raised inventories by \$4.3 billion (\$1997), the fifth consecutive annual increase. The stockpiling of motor vehicles in both the retail and wholesale trade sectors, along with a significant accumulation of wholesale machinery and equipment stocks, dominated the 2006 inventory buildup.

EXPORTS AND IMPORTS GROW STRONGLY IN FOURTH QUARTER

Real exports surged 3.6% in the fourth quarter, following three consecutive quarterly declines. This marked the strongest quarterly gain in three years and resulted in large part from a turnaround in automobile exports, which jumped 6.1%. The rebound in automotive product exports reflected stronger U.S. demand and a return to full production in a number of Ontario auto plants.

Spurred by healthy domestic demand, **real imports** also grew at a brisk pace, advancing 2.8%, the biggest quarterly gain in 2006. The strong performance was led by healthy gains in imports of machinery and equipment, automotive products and consumer goods.



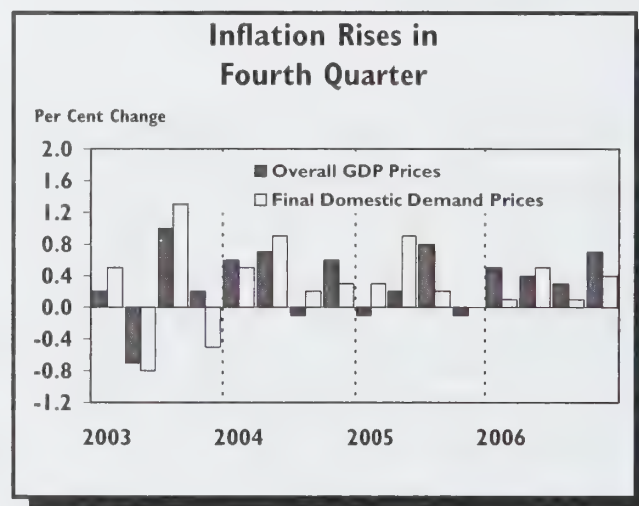
With export growth outpacing that of imports, Ontario's real **net trade surplus** widened by \$3.2 billion to \$23.4 billion (\$1997) in the fourth quarter. The improvement in the trade balance, the first in seven quarters, was a significant source of growth for the economy in the quarter, boosting real GDP by 0.6 percentage points.

On an annual basis, Ontario real exports were essentially unchanged in 2006, increasing a modest 0.2%. The strong Canadian dollar hampered Ontario exports in 2006. Export growth was also hindered by slumping U.S. demand for automotive products, industrial goods and materials and forestry products in 2006. This was partially offset by stronger U.S.-bound machinery and equipment exports. Exports to other provinces and territories continued to gain in 2006, offsetting the weakness in Ontario's international trade.

Ontario's real imports grew at a strong 5.0% pace in 2006, bolstered by the strong dollar and growing domestic demand. This was the fifth consecutive annual increase in real imports. With the exception of lower energy imports in 2006, overall import growth was broad-based, led by strong increases in machinery and equipment, automotive products and consumer goods such as household furnishings, clothing and consumer electronics. Imports from other provinces and territories also continued to expand in 2006.

GDP INFLATION RISES IN FOURTH QUARTER

Economy-wide prices, as measured by the **GDP implicit price index**, rose 0.7% in the fourth quarter, following a 0.3% increase in the third quarter. Strong demand put upward pressure on Ontario's construction prices, with residential prices rising 0.6% and non-residential construction prices up 1.1%. Machinery and equipment prices were also stronger, advancing 1.1%, following five consecutive quarters of declining prices. The increase in equipment prices reflects, in part, the weaker Canadian dollar during the final quarter of last year.



Lower consumer prices, particularly for goods, were a major factor moderating the overall price change. Consumer prices were unchanged in the fourth quarter, following a 0.1% decline in the third quarter. Overall, the price index for final domestic demand rose 0.4% in the fourth quarter, following a modest 0.1% advance in the third quarter.

Export prices increased 0.4% in the fourth quarter, following a 1.1% jump in the third quarter. Import prices declined by 0.3%, reflecting lower energy prices, after increasing by 0.9% in the third quarter.

For 2006 as a whole, economy-wide prices rose 1.6%, up from a 1.0% advance in 2005. Price increases were strongest in Ontario's construction sector as residential construction prices rose 4.0% while non-residential construction prices were up 3.8%. Consumer price inflation moderated: prices rose only 0.8% in 2006, following a 1.5% increase in 2005. Machinery and equipment prices fell 3.5%, exerting downward price pressure on the overall index.

Lower energy prices plus a 6.8% appreciation in the Canadian dollar in 2006 dampened import prices (-0.9%). Export prices (-0.6%) were also lower in 2006.

ONTARIO PRODUCTION BY INDUSTRY

FOURTH QUARTER 2006 HIGHLIGHTS

Output by industry grew 0.4% in the fourth quarter of 2006 following little change in the two previous quarters. Service sector output advanced 0.6%, while activity in the goods-producing sector declined 0.3%. The financial (+1.0%), education (+1.5%), primary (+3.7%), construction (+1.1%) and retail trade (+0.9%) sectors all posted strong growth in the fourth quarter. Manufacturing output was down 0.7%, the seventh quarterly decline in a row. Production in the wholesale trade sector declined 1.2% after ten quarters of uninterrupted growth.

On an annual basis, output by industry grew 1.4% in 2006, the slowest pace in three years. Gains in finance (+2.4%), wholesale trade (+7.2%), professional and administrative services (+3.9%) and construction (+4.9%) were offset by a 4.8% decline in manufacturing.

ONTARIO OUTPUT BY INDUSTRY

(% change from previous period, chained \$1997)

	2005	2006	2006q1	2006q2	2006q3	2006q4
Goods Sector	0.6	-2.3	-0.6	-1.4	-1.0	-0.3
Primary Industries	3.3	2.0	3.1	1.2	1.1	3.7
Utilities	3.3	-0.3	-0.4	1.0	0.9	-1.6
Construction	2.0	4.9	3.1	-0.8	0.5	1.1
Manufacturing	-0.2	-4.8	-1.7	-2.1	-2.0	-0.7
Of which: Auto Industry	0.7	-5.9	-5.1	-1.2	-4.1	-0.4
Service Sector	3.4	2.8	0.5	0.7	0.4	0.6
Wholesale Trade	7.2	7.2	2.9	1.0	0.9	-1.2
Retail Trade	4.2	2.2	0.3	0.9	1.4	0.9
Transportation and Warehousing	2.7	2.8	0.8	0.3	0.6	-0.2
Information and Cultural Industries	3.8	1.9	-0.4	-0.4	0.4	1.0
Finance, Insurance, Real Estate	3.7	2.4	0.3	0.5	0.7	1.0
Public Administration	2.4	2.7	0.0	0.4	-0.7	0.0
Ontario Output at Basic Prices	2.6	1.4	0.4	0.0	0.0	0.4
(annualized rates)			1.4	0.1	0.0	1.5

Note: Output by industry is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT DECLINES

The manufacturing sector's output dropped 0.7% in the fourth quarter. This marked the seventh consecutive quarterly decrease in manufacturing output. However, the fourth quarter decline was the most moderate of the year, with monthly indicators showing solid growth in November and December.

Ten of the eleven manufacturing industries included in the Ontario Economic Accounts, representing 90% of the sector's production, reduced their output in the fourth quarter.

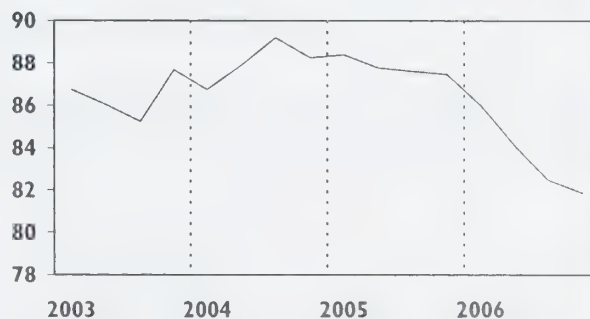
A sharp drop in wood products and furniture production (-6.8%) accounted for more than half of the quarterly manufacturing decline. Output of food, beverages and tobacco (-2.1%) and chemical and petroleum products (-1.8%) was also down significantly. A 6.2% surge in manufacturing of electrical and electronic products partly offset those declines.

Production in the auto industry edged down 0.4% in the fourth quarter, as a solid 2.9% increase in vehicle production was offset by a 3.5% decline in parts production. Over the previous three quarters, auto industry output declined by 3.5% on average, reflecting significant ongoing restructuring.

For 2006 as a whole, auto production fell 5.9%, reflecting weaker U.S. demand and industry restructuring. Other industries such as metal products (-10.2%), paper and printing (-7.1%) and plastic and rubber products (-7.7%) also declined sharply. Overall, manufacturing sector output fell by 4.8% in 2006 following a more modest decline of 0.2% in 2005.

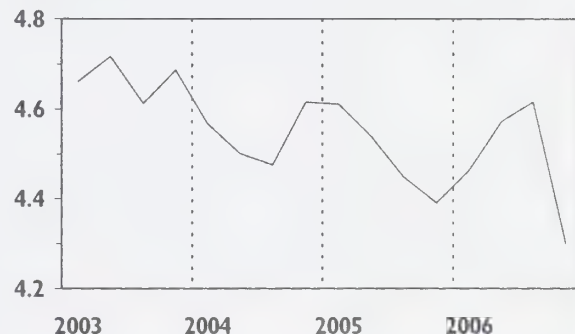
Manufacturing Down in Fourth Quarter

\$ 1997 Billions



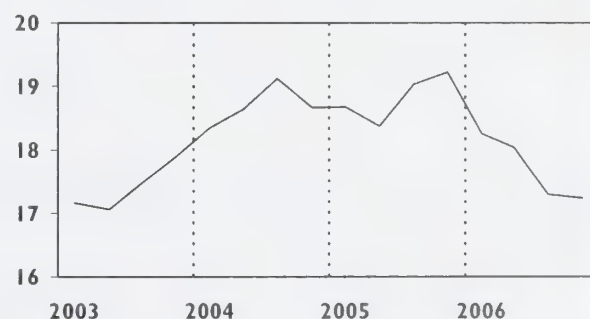
Wood Products and Furniture Output Down

\$ 1997 Billions



Auto Industry Output

\$ 1997 Billions

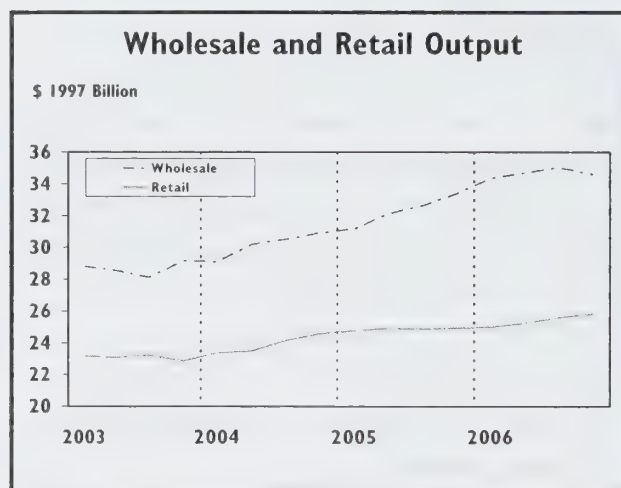


WHOLESALE AND RETAIL

Wholesaling activity declined by 1.2%, the first negative quarter for the sector in almost three years. Wholesalers of motor vehicles and motor vehicle parts led the overall decline for the sector.

Retail sector output increased 0.9% in the fourth quarter, with strong growth by gasoline stations and new car dealers.

In annual terms, wholesale trade jumped 7.2% in 2006, the sector's strongest performance since 2000. Retailing output increased 2.2% in 2006.

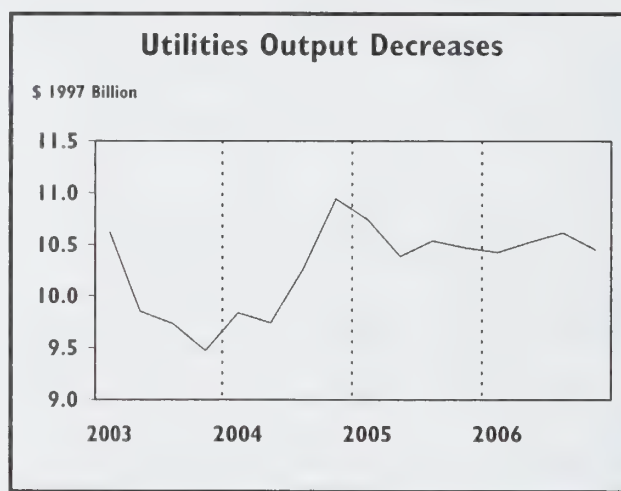


RESOURCES, UTILITIES AND CONSTRUCTION

The fourth quarter's unseasonably mild weather affected both the construction and utilities industries, but in opposite ways. While construction sector output advanced 1.1%, reflecting the longer construction season, utilities output fell 1.6% as energy demand was lower than usual.

Mining output jumped 4.4% as production of copper and nickel rose sharply.

In 2006, construction sector output rose 4.9% on the strength of a 10.5% jump in engineering construction. Mining also grew in 2006 (+2.8%) while utilities output edged down 0.3%.

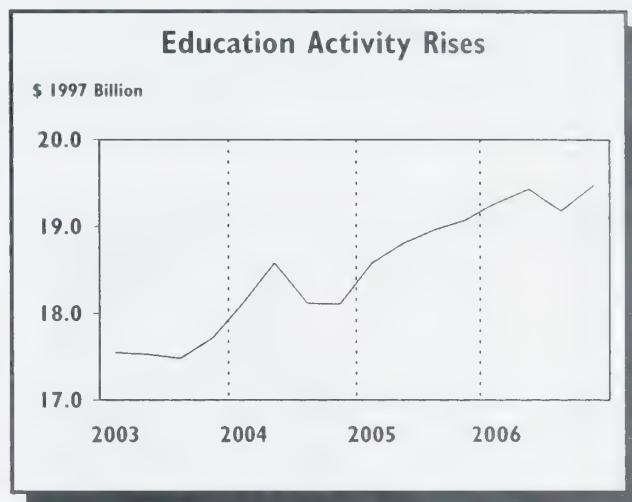


Note: Construction industry output is measured by the value added of the industry. This is a different statistical measure than the construction investment spending estimates included as part of expenditure-based Gross Domestic Product.

EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

Education services output grew 1.5% in the fourth quarter, rebounding from a 1.3% decline in the third quarter. Production in the health care and social services sector grew 0.8%, up for a seventh consecutive quarter. Public administration output was little changed as modest growth at the local government level was offset by declines at the federal and provincial levels.

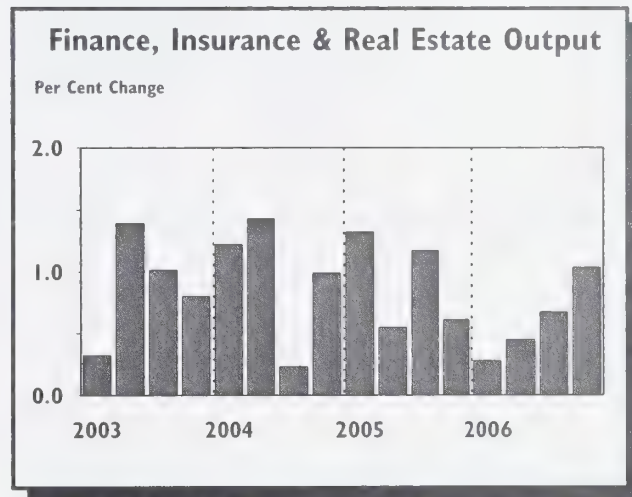
For 2006 as a whole, activity in education services rose 2.5%, following a 3.4% gain in 2005. Output by the health care and social services sector grew 2.5%. Output by the public administration sector advanced 2.7% in 2006, the fastest growth in three years.



FINANCE, INSURANCE AND REAL ESTATE

Real output of the finance, insurance and real estate sector grew 1.0% in the fourth quarter with strong growth in both the financial services (+1.9%) and banking (+1.5%) industries. The financial sector's advance was by far the largest positive contribution to overall growth by any sector in the fourth quarter. Output by the financial sector has been trending up since the beginning of 2003.

In annual terms, the financial sector's output grew 2.4% in 2006, the slowest pace in three years.



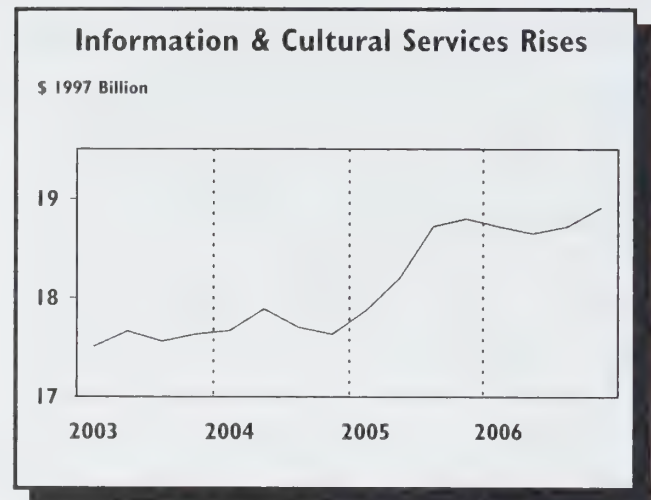
OTHER SERVICE SECTORS

Output in the information and culture sector (which includes telecommunications) rose 1.0% in the fourth quarter, accelerating from the 0.4% third quarter rate.

Accommodation and food services output jumped by 2.2%, the best quarterly increase in more than two years for this sector.

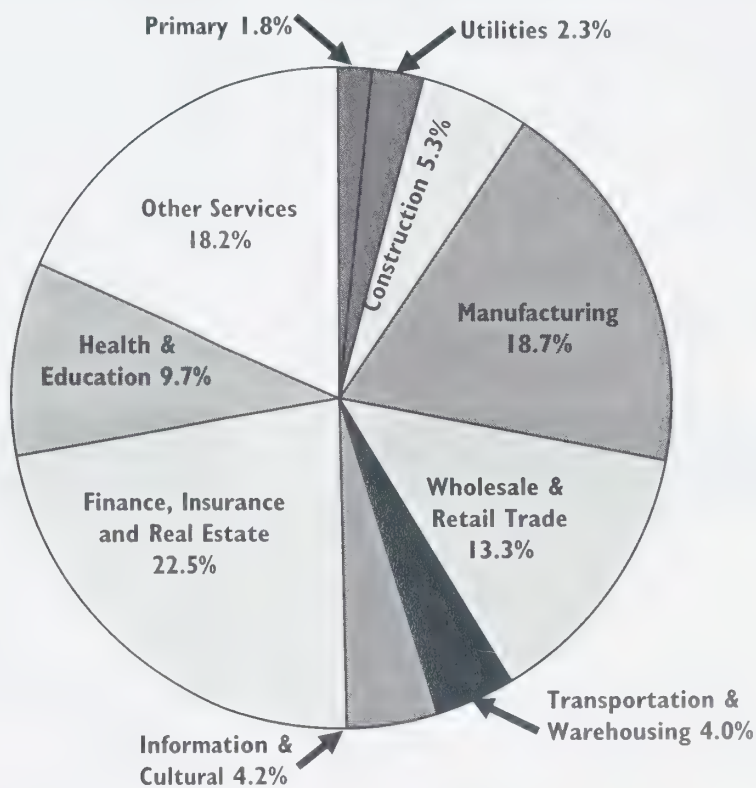
Except for wholesale trade, the only service sector to record a decline in the fourth quarter was transportation and warehousing, where output edged down for the first time in two years (-0.2%).

Annually, professional and administrative services output rose 3.9% in 2006, the best growth for this sector in six years. Activity in the transportation and warehousing sector advanced by 2.8%. Overall services growth was widespread in 2006 with all sectors posting increases in output.



Structure of the Ontario Economy, 2006

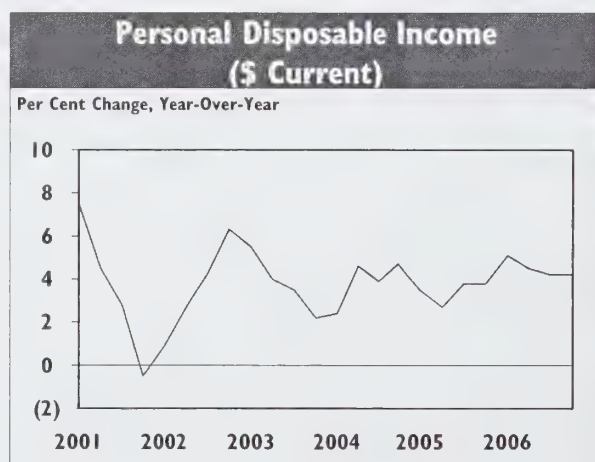
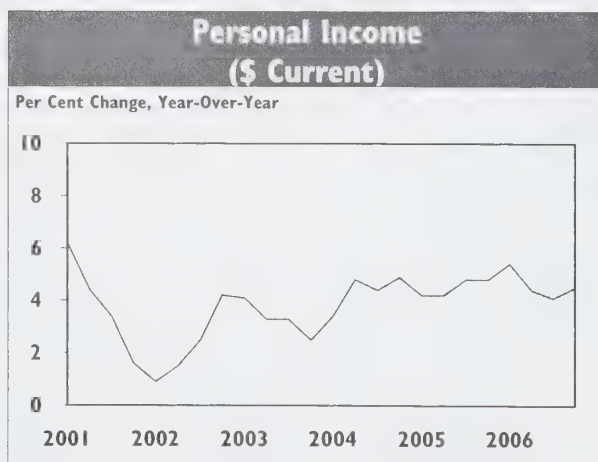
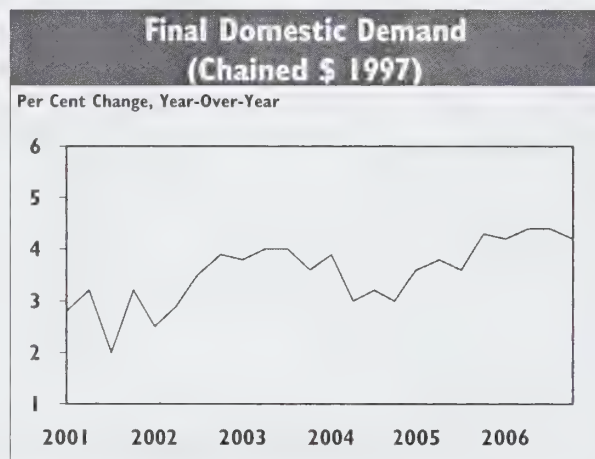
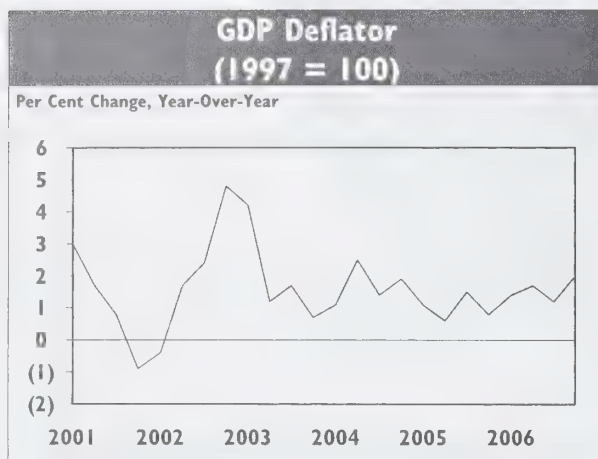
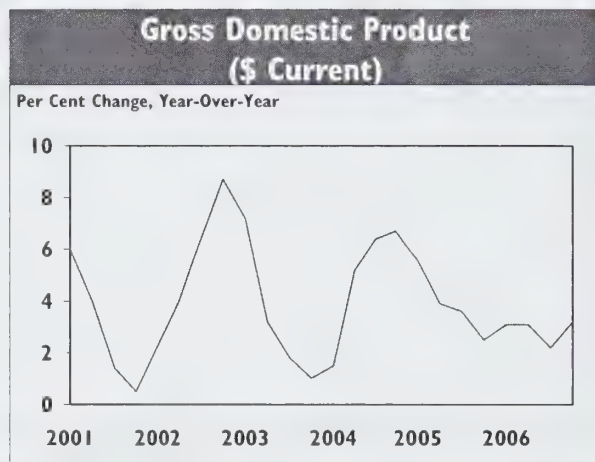
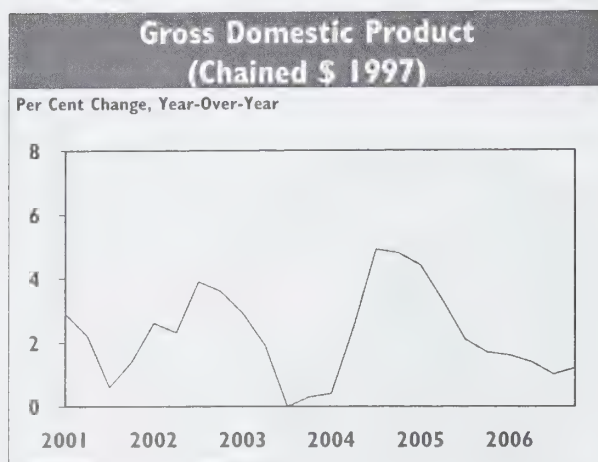
Per Cent Share of GDP



Source: Ontario Ministry of Finance

Ontario Economic Accounts: Summary charts

(2001:I - 2006:4)

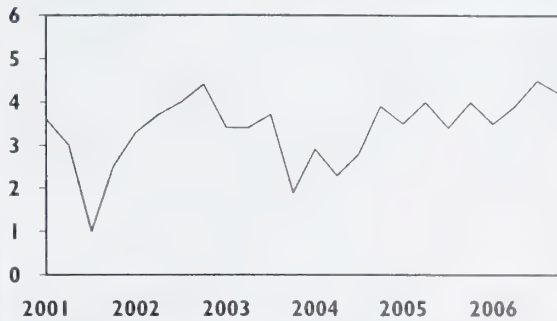


Ontario Economic Accounts: Summary charts

(2001:I - 2006:4)

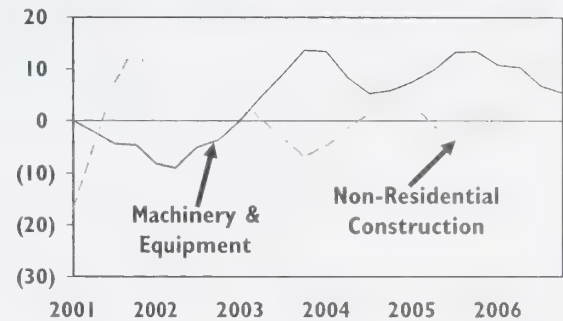
Consumer Spending (Chained \$ 1997)

Per Cent Change, Year-Over-Year



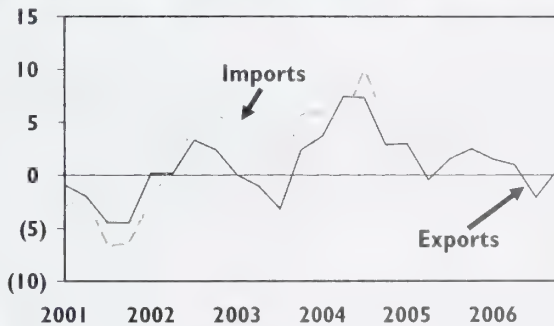
Business Plant & Equipment (Chained \$ 1997)

Per Cent Change, Year-Over-Year



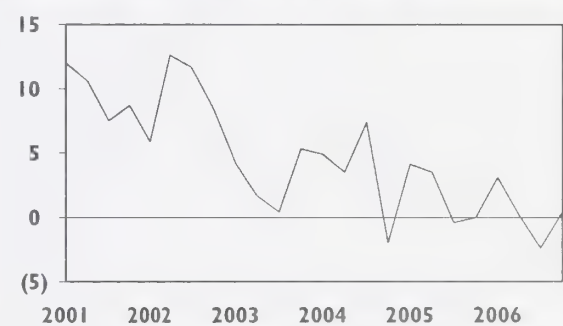
Trade (Chained \$ 1997)

Per Cent Change, Year-Over-Year



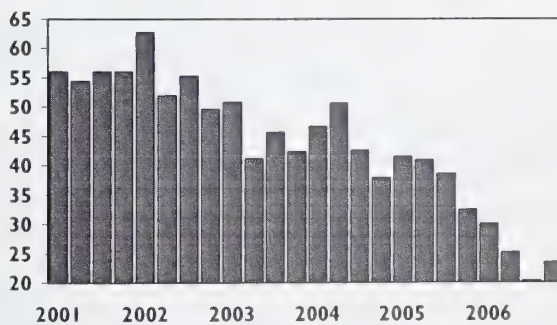
Residential Construction (Chained \$ 1997)

Per Cent Change, Year-Over-Year



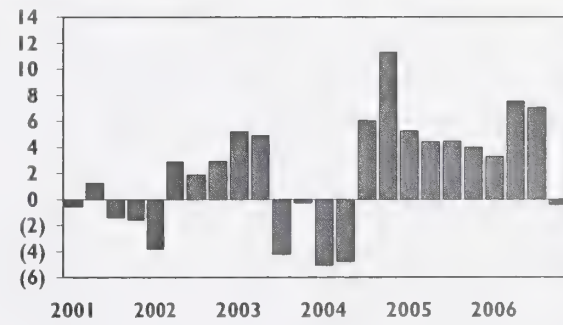
Net Exports (Chained \$ 1997)

\$ Billions



Change in Inventories (Chained \$ 1997)

\$ Billions



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics.fin@ontario.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED**TABLE 1***Seasonally adjusted data at annual rates, millions of dollars*

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Wages, salaries and supplementary labour income (domestic basis)	259,417 1.1	260,677 0.5	262,615 0.7	266,335 1.4	270,022 1.4	273,334 1.2	275,860 0.9	278,124 0.8
2. Corporation profits before taxes	64,298 -5.3	56,454 -12.2	55,086 -2.4	54,574 -0.9	60,109 10.1	65,941 9.7	66,826 1.3	68,428 2.4
3. Interest and miscellaneous investment income	17,347 1.6	16,917 -2.5	17,646 4.3	17,234 -2.3	17,263 0.2	17,493 1.3	17,829 1.9	17,743 -0.5
4. Net income of unincorporated business *	32,842 -0.5	32,585 -0.8	32,545 -0.1	32,696 0.5	33,337 2.0	33,997 2.0	34,314 0.9	34,624 0.9
5. Inventory valuation adjustment	1,980	5,113	1,120	215	-2,367	-1,940	13	802
6. Indirect taxes less subsidies	60,006 0.5	59,443 -0.9	60,963 2.6	62,248 2.1	62,891 1.0	64,246 2.2	65,530 2.0	66,617 1.7
7. Capital consumption allowances	59,695 0.4	59,994 0.5	60,205 0.4	60,322 0.2	61,116 1.3	62,093 1.6	62,974 1.4	63,825 1.4
8. Statistical discrepancy	421	-1,791	969	2,706	1,049	-553	-657	-450
9. Gross Domestic Product at market prices	496,006 0.9 3.7	489,392 -1.3 -5.2	491,149 0.4 1.4	496,330 1.1 4.3	503,420 1.4 5.8	514,611 2.2 9.2	522,689 1.6 6.4	529,713 1.3 5.5

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Wages, salaries and supplementary labour income (domestic basis)	281,507 1.2	285,537 1.4	289,453 1.4	293,283 1.3	295,720 0.8	298,341 0.9	300,945 0.9	305,245 1.4
2. Corporation profits before taxes	66,011 -3.5	64,623 -2.1	63,316 -2.0	62,826 -0.8	62,447 -0.6	62,417 -0.0	63,823 2.3	67,478 5.7
3. Interest and miscellaneous investment income	18,342 3.4	18,706 2.0	19,834 6.0	21,142 6.6	20,711 -2.0	20,555 -0.8	20,688 0.6	20,991 1.5
4. Net income of unincorporated business *	34,761 0.4	34,952 0.5	35,102 0.4	35,165 0.2	35,177 0.0	35,407 0.7	35,678 0.8	35,973 0.8
5. Inventory valuation adjustment	-559	-994	1,329	-428	671	-271	-1,636	-2,762
6. Indirect taxes less subsidies	66,791 0.3	67,865 1.6	68,253 0.6	68,455 0.3	69,563 1.6	70,230 1.0	68,984 -1.8	69,233 0.4
7. Capital consumption allowances	63,850 0.0	64,119 0.4	64,587 0.7	65,096 0.8	65,385 0.4	65,727 0.5	66,114 0.6	66,466 0.5
8. Statistical discrepancy	709	-96	-341	-2,567	-1,991	-914	-1,346	-2,259
9. Gross Domestic Product at market prices	531,412 0.3	534,712 0.6	541,533 1.3	542,972 0.3	547,683 0.9	551,492 0.7	553,250 0.3	560,366 1.3
***	1.3	2.5	5.2	1.1	3.5	2.8	1.3	5.2

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	274,383 1.1	274,801 0.2	278,912 1.5	278,340 -0.2	283,775 2.0	286,532 1.0	290,373 1.3	295,101 1.6
2. Durable goods	36,593 -1.0	36,474 -0.3	37,093 1.7	34,560 -6.8	35,304 2.2	35,271 -0.1	36,103 2.4	37,418 3.6
3. Semi-durable goods	23,387 0.9	23,465 0.3	23,770 1.3	23,277 -2.1	23,841 2.4	24,026 0.8	24,452 1.8	24,497 0.2
4. Non-durable goods	64,337 3.6	63,129 -1.9	64,393 2.0	65,221 1.3	66,490 1.9	67,295 1.2	68,196 1.3	69,551 2.0
5. Services	150,065 0.6	151,733 1.1	153,656 1.3	155,281 1.1	158,139 1.8	159,940 1.1	161,622 1.1	163,635 1.2
6. Government expenditure on goods and services:	97,832 1.8	99,295 1.5	102,772 3.5	103,470 0.7	104,090 0.6	104,933 0.8	105,589 0.6	106,412 0.8
7. Current expenditure	85,323 0.7	86,624 1.5	89,941 3.8	90,396 0.5	91,444 1.2	92,430 1.1	93,170 0.8	93,908 0.8
8. Capital expenditure	12,509 9.6	12,671 1.3	12,831 1.3	13,073 1.9	12,646 -3.3	12,504 -1.1	12,418 -0.7	12,504 0.7
9. Business gross fixed capital formation:	73,139 -1.1	73,062 -0.1	75,665 3.6	77,778 2.8	77,331 -0.6	79,230 2.5	81,301 2.6	81,209 -0.1
10. Residential structures	28,865 -2.4	29,537 2.3	30,940 4.7	32,882 6.3	32,120 -2.3	33,154 3.2	34,665 4.6	34,348 -0.9
11. Non-residential structures	12,305 0.8	11,979 -2.7	11,873 -0.9	11,756 -1.0	12,131 3.2	12,498 3.0	12,793 2.4	13,002 1.6
12. Machinery and equipment	31,969 -0.6	31,546 -1.3	32,852 4.1	33,140 0.9	33,080 -0.2	33,578 1.5	33,843 0.8	33,860 0.1
13. Exports of goods and services	322,439 -0.9	302,925 -6.1	303,358 0.1	314,478 3.7	320,189 1.8	335,655 4.8	329,832 -1.7	320,036 -3.0
14. DEDUCT: Imports of goods and services	277,505 -1.4	267,674 -3.5	262,637 -1.9	273,816 4.3	276,006 0.8	288,379 4.5	289,877 0.5	284,217 -2.0
15. Value of physical change in inventories:	6,113	5,197	-5,904	-1,250	-4,904	-3,699	4,847	10,468
16. Non-farm	6,441	5,470	-6,111	-1,591	-5,150	-3,833	4,786	10,189
17. Farm	-328	-263	164	359	137	154	144	261
18. Government	0	-10	43	-18	109	-20	-83	18
19. Statistical discrepancy	-394	1,787	-1,014	-2,668	-1,053	338	622	700
20. Gross Domestic Product at market prices	496,006 0.9 3.7	489,392 -1.3 -5.2	491,149 0.4 1.4	496,330 1.1 4.3	503,420 1.4 5.8	514,611 2.2 9.2	522,689 1.6 6.4	529,713 1.3 5.5
21. Final domestic demand	445,354 0.9	447,158 0.4	457,349 2.3	459,588 0.5	465,196 1.2	470,695 1.2	477,262 1.4	482,723 1.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	298,663 1.2	302,172 1.2	305,631 1.1	310,454 1.6	313,018 0.8	317,169 1.3	321,164 1.3	325,340 1.3
2. Durable goods	37,504 0.2	36,859 -1.7	37,531 1.8	38,082 1.5	38,436 0.9	37,743 -1.8	38,615 2.3	39,676 2.7
3. Semi-durable goods	24,334 -0.7	24,754 1.7	24,475 -1.1	25,565 4.5	25,810 1.0	26,229 1.6	26,349 0.5	26,788 1.7
4. Non-durable goods	70,647 1.6	71,972 1.9	73,435 2.0	74,358 1.3	74,364 0.0	76,400 2.7	76,399 -0.0	75,753 -0.8
5. Services	166,179 1.6	168,588 1.4	170,190 1.0	172,448 1.3	174,408 1.1	176,797 1.4	179,801 1.7	183,124 1.8
6. Government expenditure on goods and services:	108,902 2.3	111,386 2.3	112,212 0.7	114,084 1.7	115,603 1.3	118,032 2.1	119,272 1.1	121,834 2.1
7. Current expenditure	96,361 2.6	98,499 2.2	99,023 0.5	100,481 1.5	101,735 1.2	103,956 2.2	105,052 1.1	107,446 2.3
8. Capital expenditure	12,541 0.3	12,887 2.8	13,188 2.3	13,604 3.2	13,868 1.9	14,076 1.5	14,219 1.0	14,388 1.2
9. Business gross fixed capital formation:	82,607 1.7	83,683 1.3	85,595 2.3	86,506 1.1	88,745 2.6	88,146 -0.7	88,907 0.9	91,223 2.6
10. Residential structures	34,654 0.9	35,261 1.7	36,028 2.2	35,792 -0.7	37,412 4.5	36,734 -1.8	36,545 -0.5	37,122 1.6
11. Non-residential structures	13,219 1.7	13,004 -1.6	12,927 -0.6	13,306 2.9	13,996 5.2	14,387 2.8	14,767 2.6	15,386 4.2
12. Machinery and equipment	34,734 2.6	35,418 2.0	36,640 3.5	37,408 2.1	37,337 -0.2	37,026 -0.8	37,595 1.5	38,715 3.0
13. Exports of goods and services	325,500 1.7	326,055 0.2	330,938 1.5	333,884 0.9	330,344 -1.1	322,926 -2.2	322,818 -0.0	335,702 4.0
14. DEDUCT: Imports of goods and services	289,587 1.9	293,037 1.2	297,773 1.6	306,127 2.8	306,106 -0.0	304,023 -0.7	308,094 1.3	315,665 2.5
15. Value of physical change in inventories:	5,801	4,265	4,654	1,871	4,088	8,327	7,838	-326
16. Non-farm	5,680	4,237	4,762	1,965	4,079	8,528	7,823	-259
17. Farm	134	35	-132	-122	-72	-138	84	-34
18. Government	-13	-7	24	28	81	-64	-69	-33
19. Statistical discrepancy	-475	187	276	2,300	1,991	914	1,346	2,259
20. Gross Domestic Product at market prices	531,412 0.3 1.3	534,712 0.6 2.5	541,533 1.3 5.2	542,972 0.3 1.1	547,683 0.9 3.5	551,492 0.7 2.8	553,250 0.3 1.3	560,366 1.3 5.2
21. Final domestic demand	490,173 1.5	497,241 1.4	503,438 1.2	511,045 1.5	517,365 1.2	523,348 1.2	529,342 1.1	538,397 1.7

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	246,974 0.4	248,957 0.8	251,054 0.8	250,728 -0.1	254,074 1.3	254,609 0.2	257,996 1.3	260,541 1.0
2. Durable goods	37,286 -1.0	37,144 -0.4	37,933 2.1	35,477 -6.5	36,502 2.9	36,254 -0.7	37,400 3.2	38,667 3.4
3. Semi-durable goods	22,479 1.5	22,723 1.1	22,992 1.2	22,350 -2.8	22,885 2.4	23,145 1.1	23,811 2.9	23,787 -0.1
4. Non-durable goods	52,769 0.9	52,973 0.4	52,768 -0.4	54,115 2.6	54,354 0.4	54,099 -0.5	54,245 0.3	54,358 0.2
5. Services	134,729 0.4	136,329 1.2	137,496 0.9	138,839 1.0	140,409 1.1	141,219 0.6	142,672 1.0	143,879 0.8
6. Government expenditure on goods and services:	87,323 1.9	89,080 2.0	89,145 0.1	91,244 2.4	91,556 0.3	92,345 0.9	91,759 -0.6	91,955 0.2
7. Current expenditure	75,521 1.1	76,718 1.6	76,547 -0.2	78,294 2.3	79,078 1.0	80,379 1.6	80,006 -0.5	80,177 0.2
8. Capital expenditure	11,802 7.0	12,363 4.8	12,598 1.9	12,950 2.8	12,478 -3.6	11,966 -4.1	11,753 -1.8	11,779 0.2
9. Business gross fixed capital formation:	67,976 -1.5	69,299 1.9	71,186 2.7	73,498 3.2	72,611 -1.2	72,540 -0.1	74,845 3.2	75,420 0.8
10. Residential structures	23,965 -4.9	24,406 1.8	24,776 1.5	26,537 7.1	25,136 -5.3	25,263 0.5	26,611 5.3	26,011 -2.3
11. Non-residential structures	10,423 -0.7	10,200 -2.1	9,988 -2.1	9,772 -2.2	9,933 1.6	10,061 1.3	10,123 0.6	10,179 0.5
12. Machinery and equipment	33,113 1.3	34,365 3.8	36,235 5.4	37,143 2.5	37,536 1.1	37,249 -0.8	38,180 2.5	39,339 3.0
13. Exports of goods and services	305,912 -0.6	302,403 -1.1	302,299 -0.0	315,149 4.3	317,162 0.6	324,689 2.4	324,445 -0.1	324,348 -0.0
14. DEDUCT: Imports of goods and services	255,103 -1.2	261,188 2.4	256,622 -1.7	272,756 6.3	270,536 -0.8	274,089 1.3	281,924 2.9	286,439 1.6
15. Value of physical change in inventories:	5,235	4,890	-4,185	-76	-4,574	-4,455	6,453	11,831
16. Non-farm	5,186	4,902	-4,233	-275	-5,083	-4,775	6,063	11,284
17. Farm	37	-6	-1	238	510	211	364	663
18. Government	13	-6	48	-39	-0	109	27	-116
19. Statistical discrepancy	-380	1,723	-978	-2,572	-1,018	326	602	677
20. Gross Domestic Product at market prices	458,780 0.7 3.0	456,024 -0.6 -2.4	452,976 -0.7 -2.6	456,932 0.9 3.5	460,670 0.8 3.3	467,609 1.5 6.2	475,206 1.6 6.7	478,788 0.8 3.0
21. Final domestic demand	402,276 0.4	407,301 1.2	411,306 1.0	415,332 1.0	418,152 0.7	419,449 0.3	424,597 1.2	427,958 0.8

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 3***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	262,959 0.9	264,697 0.7	266,764 0.8	271,016 1.6	272,265 0.5	274,954 1.0	278,813 1.4	282,517 1.3
2. Durable goods	38,826 0.4	38,328 -1.3	38,942 1.6	39,760 2.1	40,218 1.2	39,869 -0.9	41,218 3.4	42,615 3.4
3. Semi-durable goods	23,901 0.5	24,278 1.6	23,953 -1.3	24,908 4.0	25,593 2.8	26,141 2.1	26,630 1.9	27,144 1.9
4. Non-durable goods	54,779 0.8	55,444 1.2	55,873 0.8	56,648 1.4	55,703 -1.7	56,776 1.9	57,278 0.9	57,510 0.4
5. Services	145,645 1.2	146,882 0.8	148,261 0.9	150,000 1.2	151,347 0.9	152,592 0.8	154,328 1.1	156,166 1.2
6. Government expenditure on goods and services:	93,730 1.9	94,393 0.7	94,652 0.3	96,184 1.6	98,033 1.9	98,688 0.7	99,070 0.4	100,159 1.1
7. Current expenditure	81,789 2.0	82,254 0.6	82,279 0.0	83,410 1.4	85,065 2.0	85,636 0.7	85,953 0.4	86,963 1.2
8. Capital expenditure	11,941 1.4	12,140 1.7	12,374 1.9	12,774 3.2	12,961 1.5	13,046 0.7	13,111 0.5	13,182 0.5
9. Business gross fixed capital formation:	76,416 1.3	76,378 -0.0	78,578 2.9	79,355 1.0	81,221 2.4	80,847 -0.5	81,360 0.6	82,725 1.7
10. Residential structures	26,165 0.6	26,144 -0.1	26,497 1.4	26,022 -1.8	26,988 3.7	26,195 -2.9	25,871 -1.2	26,118 1.0
11. Non-residential structures	10,275 0.9	9,959 -3.1	9,787 -1.7	9,967 1.8	10,419 4.5	10,631 2.0	10,792 1.5	11,119 3.0
12. Machinery and equipment	40,365 2.6	40,942 1.4	43,244 5.6	44,597 3.1	44,714 0.3	45,210 1.1	46,188 2.2	47,042 1.8
13. Exports of goods and services	326,717 0.7	323,244 -1.1	329,510 1.9	332,545 0.9	331,605 -0.3	326,365 -1.6	322,698 -1.1	334,233 3.6
14. DEDUCT: Imports of goods and services	285,197 -0.4	282,307 -1.0	290,936 3.1	300,108 3.2	301,591 0.5	301,251 -0.1	302,417 0.4	310,791 2.8
15. Value of physical change in inventories:	5,570	4,612	4,449	3,745	3,474	7,489	7,099	-352
16. Non-farm	5,215	4,418	4,469	3,958	3,302	7,491	7,040	-465
17. Farm	355	170	-1	-232	115	42	108	136
18. Government	-0	24	-19	20	57	-45	-48	-23
19. Statistical discrepancy	-472	174	258	2,236	1,777	812	1,192	1,985
20. Gross Domestic Product at market prices	480,770 0.4 1.7	483,025 0.5 1.9	485,254 0.5 1.9	486,799 0.3 1.3	488,679 0.4 1.6	489,894 0.2 1.0	489,908 0.0 0.0	492,541 0.5 2.2
21. Final domestic demand	433,096 1.2	435,413 0.5	439,892 1.0	446,407 1.5	451,343 1.1	454,360 0.7	459,104 1.0	465,235 1.3

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1.	Wages, salaries and supplementary labour income (national basis)	255,828 0.9	256,562 0.3	259,883 1.3	262,235 0.9	266,042 1.5	269,411 1.3	271,906 0.9	274,341 0.9
2.	Net income of unincorporated business *	32,842 -0.5	32,585 -0.8	32,545 -0.1	32,696 0.5	33,337 2.0	33,997 2.0	34,314 0.9	34,624 0.9
3.	Interest, dividends and miscellaneous investment income	43,438 -0.5	42,967 -1.1	44,158 2.8	43,565 -1.3	44,243 1.6	45,307 2.4	45,333 0.1	46,241 2.0
4.	Current transfers from government, corporations and non-residents	46,394 1.0	46,597 0.4	46,930 0.7	47,107 0.4	47,714 1.3	48,111 0.8	48,670 1.2	49,277 1.2
5.	Equals: Personal income	378,502 0.6	378,711 0.1	383,516 1.3	385,603 0.5	391,336 1.5	396,826 1.4	400,223 0.9	404,483 1.1
6.	Deduct: Personal direct taxes	57,377 -3.7	58,057 1.2	59,577 2.6	60,905 2.2	62,163 2.1	62,530 0.6	65,326 4.5	66,881 2.4
7.	Other current transfers to government	27,006 1.5	27,594 2.2	27,972 1.4	28,464 1.8	28,041 -1.5	27,629 -1.5	27,518 -0.4	27,460 -0.2
8.	Equals: Personal disposable income	294,119 1.4	293,060 -0.4	295,967 1.0	296,234 0.1	301,132 1.7	306,667 1.8	307,379 0.2	310,142 0.9
9.	Deduct: Personal expenditure on consumer goods and services	274,383 1.1	274,801 0.2	278,912 1.5	278,340 -0.2	283,775 2.0	286,532 1.0	290,373 1.3	295,101 1.6
10.	Current transfers to corporations	5,096 3.3	5,151 1.1	5,347 3.8	5,386 0.7	5,452 1.2	5,558 1.9	5,555 -0.1	5,727 3.1
11.	Current transfers to non-residents	1,317 1.3	1,277 -3.0	1,275 -0.2	1,311 2.8	1,347 2.7	1,415 5.0	1,428 0.9	1,406 -1.5
12.	Equals: Personal saving	13,323 8.1	11,831 -11.2	10,433 -11.8	11,197 7.3	10,558 -5.7	13,163 24.7	10,023 -23.9	7,908 -21.1
13.	Personal saving rate (percent)	4.5	4.0	3.5	3.8	3.5	4.3	3.3	2.6
14.	Real personal disposable income ** (millions of chained (1997) dollars)	264,739 0.7	265,498 0.3	266,405 0.3	266,847 0.2	269,615 1.0	272,501 1.1	273,106 0.2	273,820 0.3
15.	Population (thousands)	12,171 0.1	12,210 0.3	12,263 0.4	12,311 0.4	12,327 0.1	12,365 0.3	12,417 0.4	12,465 0.4
16.	Personal disposable income per capita (dollars)	24,166 1.3	24,001 -0.7	24,136 0.6	24,063 -0.3	24,428 1.5	24,801 1.5	24,755 -0.2	24,880 0.5
17.	Real personal disposable income per capita (chained (1997) dollars)	21,752 0.6	21,744 -0.0	21,725 -0.1	21,675 -0.2	21,872 0.9	22,038 0.8	21,995 -0.2	21,966 -0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Wages, salaries and supplementary labour income (national basis)	277,707 1.2	281,510 1.4	285,693 1.5	288,454 1.0	290,851 0.8	293,429 0.9	295,990 0.9	300,219 1.4
2. Net income of unincorporated business *	34,761 0.4	34,952 0.5	35,102 0.4	35,165 0.2	35,177 0.0	35,407 0.7	35,678 0.8	35,973 0.8
3. Interest, dividends and miscellaneous investment income	46,623 0.8	47,071 1.0	47,975 1.9	48,995 2.1	49,740 1.5	50,765 2.1	51,720 1.9	52,720 1.9
4. Current transfers from government, corporations and non-residents	48,811 -0.9	50,020 2.5	50,840 1.6	51,161 0.6	53,993 5.5	52,024 -3.6	53,389 2.6	53,873 0.9
5. Equals: Personal income	407,902 0.8	413,553 1.4	419,610 1.5	423,775 1.0	429,761 1.4	431,625 0.4	436,777 1.2	442,785 1.4
6. Deduct: Personal direct taxes	68,509 2.4	70,565 3.0	72,078 2.1	73,548 2.0	74,086 0.7	73,980 -0.1	75,295 1.8	78,413 4.1
7. Other current transfers to government	27,763 1.1	28,124 1.3	28,340 0.8	28,437 0.3	28,203 -0.8	28,737 1.9	28,914 0.6	29,040 0.4
8. Equals: Personal disposable income	311,630 0.5	314,864 1.0	319,192 1.4	321,790 0.8	327,472 1.8	328,908 0.4	332,568 1.1	335,332 0.8
9. Deduct: Personal expenditure on consumer goods and services	298,663 1.2	302,172 1.2	305,631 1.1	310,454 1.6	313,018 0.8	317,169 1.3	321,164 1.3	325,340 1.3
10. Current transfers to corporations	5,976 4.3	6,100 2.1	6,242 2.3	6,378 2.2	6,593 3.4	6,894 4.6	7,107 3.1	7,204 1.4
11. Current transfers to non-residents	1,420 1.0	1,425 0.4	1,444 1.3	1,419 -1.7	1,421 0.1	1,432 0.8	1,449 1.2	1,466 1.2
12. Equals: Personal saving	5,571 -29.6	5,167 -7.3	5,875 13.7	3,539 -39.8	6,440 82.0	3,413 -47.0	2,849 -16.5	1,322 -53.6
13. Personal saving rate (percent)	1.8	1.6	1.8	1.1	2.0	1.0	0.9	0.4
14. Real personal disposable income ** (millions of chained (1997) dollars)	274,376 0.2	275,815 0.5	278,600 1.0	280,912 0.8	284,837 1.4	285,130 0.1	288,713 1.3	291,194 0.9
15. Population (thousands)	12,475 0.1	12,508 0.3	12,559 0.4	12,606 0.4	12,614 0.1	12,644 0.2	12,687 0.3	12,722 0.3
16. Personal disposable income per capita (dollars)	24,980 0.4	25,172 0.8	25,416 1.0	25,526 0.4	25,961 1.7	26,014 0.2	26,213 0.8	26,359 0.6
17. Real personal disposable income per capita (chained (1997) dollars)	21,993 0.1	22,050 0.3	22,184 0.6	22,283 0.4	22,581 1.3	22,551 -0.1	22,757 0.9	22,889 0.6

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Exports of goods and services	322,439 -0.9	302,925 -6.1	303,358 0.1	314,478 3.7	320,189 1.8	335,655 4.8	329,832 -1.7	320,036 -3.0
2. Of which: International	229,491 -1.9	212,985 -7.2	211,119 -0.9	219,369 3.9	225,281 2.7	239,694 6.4	232,499 -3.0	224,181 -3.6
3. Of which: Interprovincial	92,949 1.5	89,940 -3.2	92,238 2.6	95,109 3.1	94,907 -0.2	95,961 1.1	97,333 1.4	95,855 -1.5
4. Imports of goods and services	277,505 -1.4	267,674 -3.5	262,637 -1.9	273,816 4.3	276,006 0.8	288,379 4.5	289,877 0.5	284,217 -2.0
5. Trade balance	44,934	35,251	40,720	40,663	44,182	47,277	39,955	35,819

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Exports of goods and services	325,500 1.7	326,055 0.2	330,938 1.5	333,884 0.9	330,344 -1.1	322,926 -2.2	322,818 -0.0	335,702 4.0
2. Of which: International	227,550 1.5	228,657 0.5	233,638 2.2	237,983 1.9	233,341 -2.0	225,006 -3.6	224,007 -0.4	236,127 5.4
3. Of which: Interprovincial	97,950 2.2	97,398 -0.6	97,299 -0.1	95,901 -1.4	97,003 1.1	97,920 0.9	98,811 0.9	99,574 0.8
4. Imports of goods and services	289,587 1.9	293,037 1.2	297,773 1.6	306,127 2.8	306,106 -0.0	304,023 -0.7	308,094 1.3	315,665 2.5
5. Trade balance	35,913	33,017	33,165	27,756	24,238	18,903	14,724	20,036

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Personal expenditure on consumer goods and services:	111.1 0.7	110.4 -0.6	111.1 0.6	111.0 -0.1	111.7 0.6	112.5 0.8	112.5 0.0	113.3 0.6
2. Durable goods	98.1 -0.0	98.2 0.1	97.8 -0.4	97.4 -0.4	96.7 -0.7	97.3 0.6	96.5 -0.8	96.8 0.2
3. Semi-durable goods	104.0 -0.6	103.3 -0.7	103.4 0.1	104.1 0.7	104.2 0.0	103.8 -0.4	102.7 -1.1	103.0 0.3
4. Non-durable goods	121.9 2.7	119.2 -2.3	122.0 2.4	120.5 -1.2	122.3 1.5	124.4 1.7	125.7 1.1	128.0 1.8
5. Services	111.4 0.3	111.3 -0.1	111.8 0.4	111.8 0.1	112.6 0.7	113.3 0.6	113.3 0.0	113.7 0.4
6. Government expenditure on goods and services:	112.0 -0.1	111.5 -0.5	115.3 3.4	113.4 -1.6	113.7 0.3	113.6 -0.1	115.1 1.3	115.7 0.6
7. Current expenditure	113.0 -0.4	112.9 -0.1	117.5 4.1	115.5 -1.7	115.6 0.2	115.0 -0.6	116.5 1.3	117.1 0.6
8. Capital expenditure	106.0 2.5	102.5 -3.3	101.9 -0.6	101.0 -0.9	101.3 0.4	104.5 3.1	105.7 1.1	106.2 0.5
9. Business gross fixed capital formation:	107.6 0.4	105.4 -2.0	106.3 0.8	105.8 -0.4	106.5 0.6	109.2 2.6	108.6 -0.5	107.7 -0.9
10. Residential structures	120.4 2.6	121.0 0.5	124.9 3.2	123.9 -0.8	127.8 3.1	131.2 2.7	130.3 -0.7	132.1 1.4
11. Non-residential structures	118.1 1.6	117.4 -0.5	118.9 1.2	120.3 1.2	122.1 1.5	124.2 1.7	126.4 1.7	127.7 1.1
12. Machinery and equipment	96.5 -1.9	91.8 -4.9	90.7 -1.2	89.2 -1.6	88.1 -1.2	90.1 2.3	88.6 -1.7	86.1 -2.9
13. Exports of goods and services	105.4 -0.3	100.2 -5.0	100.4 0.2	99.8 -0.6	101.0 1.2	103.4 2.4	101.7 -1.7	98.7 -2.9
14. DEDUCT: Imports of goods and services	108.8 -0.2	102.5 -5.8	102.3 -0.1	100.4 -1.9	102.0 1.6	105.2 3.1	102.8 -2.3	99.2 -3.5
15. Gross Domestic Product at market prices	108.1 0.2 0.7	107.3 -0.7 -2.9	108.4 1.0 4.2	108.6 0.2 0.7	109.3 0.6 2.4	110.1 0.7 2.9	110.0 -0.1 -0.2	110.6 0.6 2.4
16. Final domestic demand	110.7 0.5	109.8 -0.8	111.2 1.3	110.7 -0.5	111.3 0.5	112.2 0.9	112.4 0.2	112.8 0.3

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Personal expenditure on consumer goods and services:	113.6 0.3	114.2 0.5	114.6 0.4	114.6 -0.0	115.0 0.4	115.4 0.3	115.2 -0.1	115.2 -0.0
2. Durable goods	96.6 -0.2	96.2 -0.4	96.4 0.2	95.8 -0.6	95.6 -0.2	94.7 -0.9	93.7 -1.0	93.1 -0.6
3. Semi-durable goods	101.8 -1.1	102.0 0.1	102.2 0.2	102.6 0.4	100.8 -1.7	100.3 -0.5	98.9 -1.4	98.7 -0.3
4. Non-durable goods	129.0 0.8	129.8 0.7	131.4 1.2	131.3 -0.1	133.5 1.7	134.6 0.8	133.4 -0.9	131.7 -1.2
5. Services	114.1 0.3	114.8 0.6	114.8 0.0	115.0 0.2	115.2 0.2	115.9 0.5	116.5 0.6	117.3 0.6
6. Government expenditure on goods and services:	116.2 0.4	118.0 1.6	118.6 0.5	118.6 0.0	117.9 -0.6	119.6 1.4	120.4 0.7	121.6 1.0
7. Current expenditure	117.8 0.6	119.8 1.6	120.4 0.5	120.5 0.1	119.6 -0.7	121.4 1.5	122.2 0.7	123.6 1.1
8. Capital expenditure	105.0 -1.1	106.2 1.1	106.6 0.4	106.5 -0.1	107.0 0.5	107.9 0.8	108.4 0.5	109.1 0.6
9. Business gross fixed capital formation:	108.1 0.4	109.6 1.4	108.9 -0.6	109.0 0.1	109.3 0.2	109.0 -0.2	109.3 0.2	110.3 0.9
10. Residential structures	132.4 0.3	134.9 1.8	136.0 0.8	137.5 1.2	138.6 0.8	140.2 1.2	141.3 0.7	142.1 0.6
11. Non-residential structures	128.7 0.7	130.6 1.5	132.1 1.2	133.5 1.1	134.3 0.6	135.3 0.7	136.8 1.1	138.4 1.1
12. Machinery and equipment	86.0 -0.0	86.5 0.5	84.7 -2.1	83.9 -1.0	83.5 -0.5	81.9 -1.9	81.4 -0.6	82.3 1.1
13. Exports of goods and services	99.6 1.0	100.9 1.2	100.4 -0.4	100.4 -0.0	99.6 -0.8	98.9 -0.7	100.0 1.1	100.4 0.4
14. DEDUCT: Imports of goods and services	101.5 2.3	103.8 2.2	102.3 -1.4	102.0 -0.3	101.5 -0.5	100.9 -0.6	101.9 0.9	101.6 -0.3
15. Gross Domestic Product at market prices	110.5 -0.1 -0.4	110.7 0.2 0.6	111.6 0.8 3.3	111.5 -0.1 -0.2	112.1 0.5 1.9	112.6 0.4 1.8	112.9 0.3 1.3	113.8 0.7 3.0
16. Final domestic demand	113.2 0.3	114.2 0.9	114.4 0.2	114.5 0.0	114.6 0.1	115.2 0.5	115.3 0.1	115.7 0.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2003	2004	2005	2006
1. Wages, salaries and supplementary labour income (domestic basis)	262,261 4.4	274,335 4.6	287,445 4.8	300,063 4.4
2. Corporation profits before taxes	57,603 -4.7	65,326 13.4	64,194 -1.7	64,041 -0.2
3. Interest and miscellaneous investment income	17,286 5.9	17,582 1.7	19,506 10.9	20,736 6.3
4. Net income of unincorporated business *	32,667 1.7	34,068 4.3	34,995 2.7	35,559 1.6
5. Inventory valuation adjustment	2,107	-873	-163	-1,000
6. Indirect taxes less subsidies	60,665 -0.9	64,821 6.9	67,841 4.7	69,503 2.4
7. Capital consumption allowances	60,054 4.0	62,502 4.1	64,413 3.1	65,923 2.3
8. Statistical discrepancy	576	-153	-574	-1,628
9. Gross Domestic Product at market prices	493,219 3.2	517,608 4.9	537,657 3.9	553,197 2.9

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 8***Millions of dollars*

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	276,609 4.6	288,945 4.5	304,230 5.3	319,173 4.9
2. <i>Durable goods</i>	36,180 0.2	36,024 -0.4	37,494 4.1	38,617 3.0
3. <i>Semi-durable goods</i>	23,475 2.0	24,204 3.1	24,782 2.4	26,294 6.1
4. <i>Non-durable goods</i>	64,270 7.3	67,883 5.6	72,603 7.0	75,729 4.3
5. <i>Services</i>	152,684 5.0	160,834 5.3	169,351 5.3	178,532 5.4
6. Government expenditure on goods and services:	100,842 8.6	105,256 4.4	111,646 6.1	118,685 6.3
7. <i>Current expenditure</i>	88,071 7.7	92,738 5.3	98,591 6.3	104,547 6.0
8. <i>Capital expenditure</i>	12,771 15.4	12,518 -2.0	13,055 4.3	14,138 8.3
9. Business gross fixed capital formation:	74,911 3.0	79,768 6.5	84,598 6.1	89,255 5.5
10. <i>Residential structures</i>	30,556 8.0	33,572 9.9	35,434 5.5	36,953 4.3
11. <i>Non-residential structures</i>	11,978 1.4	12,606 5.2	13,114 4.0	14,634 11.6
12. <i>Machinery and equipment</i>	32,377 -0.8	33,590 3.7	36,050 7.3	37,668 4.5
13. Exports of goods and services	310,800 -3.7	326,428 5.0	329,094 0.8	327,947 -0.3
14. DEDUCT: Imports of goods and services	270,408 -1.8	284,620 5.3	296,631 4.2	308,472 4.0
15. Value of physical change in inventories:	1,039	1,678	4,148	4,982
16. <i>Non-farm</i>	1,052	1,498	4,161	5,043
17. <i>Farm</i>	-17	174	-21	-40
18. <i>Government</i>	4	6	8	-21
19. Statistical discrepancy	-572	152	572	1,628
20. Gross Domestic Product at market prices	493,219 3.2	517,608 4.9	537,657 3.9	553,197 2.9
21. Final domestic demand	452,362 5.2	473,969 4.8	500,474 5.6	527,113 5.3

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 9

Millions of chained (1997) dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	249,428 3.1	256,805 3.0	266,359 3.7	277,137 4.0
2. Durable goods	36,960 0.8	37,206 0.7	38,964 4.7	40,980 5.2
3. Semi-durable goods	22,636 3.1	23,407 3.4	24,260 3.6	26,377 8.7
4. Non-durable goods	53,156 3.3	54,264 2.1	55,686 2.6	56,817 2.0
5. Services	136,848 3.6	142,045 3.8	147,697 4.0	153,608 4.0
6. Government expenditure on goods and services:	89,198 6.0	91,904 3.0	94,740 3.1	98,987 4.5
7. Current expenditure	76,770 4.6	79,910 4.1	82,433 3.2	85,904 4.2
8. Capital expenditure	12,428 15.9	11,994 -3.5	12,307 2.6	13,075 6.2
9. Business gross fixed capital formation:	70,490 3.9	73,854 4.8	77,682 5.2	81,538 5.0
10. Residential structures	24,921 2.9	25,755 3.3	26,207 1.8	26,293 0.3
11. Non-residential structures	10,096 -1.4	10,074 -0.2	9,997 -0.8	10,740 7.4
12. Machinery and equipment	35,214 6.9	38,076 8.1	42,287 11.1	45,788 8.3
13. Exports of goods and services	306,441 -0.4	322,661 5.3	328,004 1.7	328,725 0.2
14. DEDUCT: Imports of goods and services	261,417 3.4	278,247 6.4	289,637 4.1	304,013 5.0
15. Value of physical change in inventories:	1,466	2,314	4,594	4,428
16. Non-farm	1,395	1,872	4,515	4,342
17. Farm	67	437	73	100
18. Government	4	5	6	-15
19. Statistical discrepancy	-552	147	549	1,442
20. Gross Domestic Product at market prices	456,178 1.3	470,568 3.2	483,962 2.8	490,256 1.3
21. Final domestic demand	409,054 3.9	422,539 3.3	438,702 3.8	457,511 4.3

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2003	2004	2005	2006
1. Wages, salaries and supplementary labour income (national basis)	258,627 4.2	270,425 4.6	283,341 4.8	295,122 4.2
2. Net income of unincorporated business *	32,667 1.7	34,068 4.3	34,995 2.7	35,559 1.6
3. Interest, dividends and miscellaneous investment income	43,532 -0.6	45,281 4.0	47,666 5.3	51,236 7.5
4. Current transfers from government, corporations and non-residents	46,757 3.3	48,443 3.6	50,208 3.6	53,320 6.2
5. Equals: Personal income	381,583 3.3	398,217 4.4	416,210 4.5	435,237 4.6
6. Deduct: Personal direct taxes	58,979 -0.8	64,225 8.9	71,175 10.8	75,444 6.0
7. Other current transfers to government	27,759 7.7	27,662 -0.3	28,166 1.8	28,724 2.0
8. Equals: Personal disposable income	294,845 3.8	306,330 3.9	316,869 3.4	331,070 4.5
9. Deduct: Personal expenditure on consumer goods and services	276,609 4.6	288,945 4.5	304,230 5.3	319,173 4.9
10. Current transfers to corporations	5,245 12.7	5,573 6.3	6,174 10.8	6,950 12.6
11. Current transfers to non-residents	1,295 -1.4	1,399 8.0	1,427 2.0	1,442 1.1
12. Equals: Personal saving	11,696 -14.6	10,413 -11.0	5,038 -51.6	3,506 -30.4
13. Personal saving rate (percent)	4.0	3.4	1.6	1.1
14. Real personal disposable income ** (millions of chained (1997) dollars)	265,872 2.3	272,261 2.4	277,426 1.9	287,469 3.6
15. Population (thousands)	12,263 1.3	12,417 1.3	12,559 1.1	12,687 1.0
16. Personal disposable income per capita (dollars)	24,044 2.4	24,671 2.6	25,231 2.3	26,095 3.4
17. Real personal disposable income per capita (chained (1997) dollars)	21,682 1.0	21,927 1.1	22,090 0.7	22,659 2.6

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE*Millions of dollars***TABLE 11**

	2003	2004	2005	2006
1. Exports of goods and services	310,800 -3.7	326,428 5.0	329,094 0.8	327,947 -0.3
2. Of which: International	218,241 -6.7	230,414 5.6	231,957 0.7	229,620 -1.0
3. Of which: Interprovincial	92,559 4.2	96,014 3.7	97,137 1.2	98,327 1.2
4. Imports of goods and services	270,408 -1.8	284,620 5.3	296,631 4.2	308,472 4.0
5. Trade balance	40,392	41,808	32,463	19,475

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	110.9 1.4	112.5 1.5	114.2 1.5	115.2 0.8
2. Durable goods	97.9 -0.6	96.8 -1.1	96.2 -0.6	94.3 -2.1
3. Semi-durable goods	103.7 -1.0	103.4 -0.3	102.1 -1.2	99.7 -2.4
4. Non-durable goods	120.9 3.9	125.1 3.5	130.4 4.2	133.3 2.2
5. Services	111.6 1.3	113.2 1.5	114.7 1.3	116.2 1.4
6. Government expenditure on goods and services:	113.0 2.5	114.5 1.3	117.8 2.9	119.9 1.7
7. Current expenditure	114.7 3.0	116.1 1.2	119.6 3.1	121.7 1.8
8. Capital expenditure	102.8 -0.3	104.4 1.5	106.1 1.6	108.1 1.9
9. Business gross fixed capital formation:	106.3 -0.9	108.0 1.6	108.9 0.8	109.5 0.5
10. Residential structures	122.6 4.9	130.3 6.3	135.2 3.7	140.6 4.0
11. Non-residential structures	118.7 3.0	125.1 5.4	131.2 4.9	136.2 3.8
12. Machinery and equipment	92.1 -7.1	88.2 -4.1	85.3 -3.3	82.3 -3.5
13. Exports of goods and services	101.4 -3.3	101.2 -0.3	100.3 -0.8	99.8 -0.6
14. DEDUCT: Imports of goods and services	103.5 -4.9	102.3 -1.1	102.4 0.1	101.5 -0.9
15. Gross Domestic Product at market prices	108.1 1.9	110.0 1.7	111.1 1.0	112.8 1.6
16. Final domestic demand	110.6 1.3	112.2 1.4	114.1 1.7	115.2 1.0

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
1. Goods Producing Industries	125,542 -0.1	124,185 -1.1	123,460 -0.6	126,974 2.8	125,831 -0.9	126,836 0.8	129,010 1.7	128,950 -0.0
2. Primary	7,269 -1.8	6,982 -3.9	6,850 -1.9	7,079 3.3	7,185 1.5	7,415 3.2	7,453 0.5	7,693 3.2
3. Agriculture, Forestry, Fishing & Hunting	4,531 -2.8	4,432 -2.2	4,287 -3.3	4,362 1.8	4,443 1.9	4,575 3.0	4,557 -0.4	4,845 6.3
4. Mining	2,732 -0.0	2,546 -6.8	2,561 0.6	2,716 6.1	2,745 1.1	2,848 3.7	2,908 2.1	2,864 -1.5
5. Utilities	10,617 3.9	9,855 -7.2	9,729 -1.3	9,475 -2.6	9,837 3.8	9,745 -0.9	10,259 5.3	10,942 6.7
6. Electric Power	8,386 2.6	7,855 -6.3	7,836 -0.2	7,662 -2.2	7,923 3.4	7,797 -1.6	8,237 5.6	8,860 7.6
7. Natural Gas, Water and Other	2,305 8.2	2,054 -10.9	1,934 -5.8	1,838 -5.0	1,947 5.9	1,986 2.0	2,068 4.1	2,137 3.3
8. Construction	21,137 0.7	21,454 1.5	21,702 1.2	22,720 4.7	22,116 -2.7	21,874 -1.1	22,224 1.6	22,225 0.0
9. Residential Buildings	8,456 1.0	8,697 2.8	8,874 2.0	9,524 7.3	9,089 -4.6	9,060 -0.3	9,446 4.3	9,296 -1.6
10. Non-Residential Buildings and Engineering	12,681 0.5	12,757 0.6	12,828 0.6	13,197 2.9	13,027 -1.3	12,815 -1.6	12,777 -0.3	12,929 1.2
11. Manufacturing	86,748 -0.6	86,040 -0.8	85,245 -0.9	87,695 2.9	86,731 -1.1	87,883 1.3	89,199 1.5	88,258 -1.1
12. Food, Beverage, & Tobacco Products	9,355 1.7	9,254 -1.1	9,287 0.4	9,551 2.8	9,545 -0.1	9,706 1.7	9,863 1.6	9,748 -1.2
13. Textile, Clothing, & Leather Products	1,560 -9.7	1,586 1.7	1,597 0.7	1,756 9.9	1,682 -4.2	1,599 -4.9	1,490 -6.8	1,418 -4.8
14. Wood Products and Furniture	4,661 -2.4	4,716 1.2	4,612 -2.2	4,686 1.6	4,568 -2.5	4,501 -1.5	4,476 -0.6	4,614 3.1
15. Paper Products and Printing	6,359 0.9	6,322 -0.6	6,338 0.3	6,523 2.9	6,265 -4.0	6,198 -1.1	6,222 0.4	6,015 -3.3
16. Chemical and Petroleum Products	8,645 -1.1	8,835 2.2	8,832 -0.0	9,259 4.8	9,166 -1.0	8,915 -2.7	9,059 1.6	8,811 -2.7
17. Plastic and Rubber Products	6,122 0.2	5,690 -7.1	5,662 -0.5	5,827 2.9	5,718 -1.9	5,773 1.0	5,672 -1.7	5,657 -0.3
18. Primary Metal & Fabricated Metal Products	13,191 -0.6	12,917 -2.1	12,262 -5.1	13,026 6.2	12,383 -4.9	12,854 3.8	13,051 1.5	12,825 -1.7
19. Machinery	5,921 -6.6	5,826 -1.6	5,777 -0.8	5,916 2.4	5,690 -3.8	5,726 0.6	5,768 0.7	5,575 -3.3

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2003 I	2003 II	2003 III	2003 IV	2004 I	2004 II	2004 III	2004 IV
20. Electrical and Electronic Products	8,282 -0.0	8,147 -1.6	7,780 -4.5	7,670 -1.4	7,574 -1.3	7,676 1.3	8,054 4.9	8,029 -0.3
21. Transportation Equipment	18,345 2.4	18,405 0.3	18,887 2.6	19,404 2.7	19,798 2.0	20,096 1.5	20,554 2.3	20,220 -1.6
22. Auto Industry (Vehicles & Parts)	17,162 1.8	17,063 -0.6	17,496 2.5	17,895 2.3	18,343 2.5	18,633 1.6	19,117 2.6	18,660 -2.4
23. Other Transportation Equipment	1,183 12.1	1,342 13.4	1,391 3.7	1,509 8.5	1,455 -3.6	1,463 0.5	1,436 -1.8	1,559 8.6
24. Other Manufacturing	4,003 -4.4	4,182 4.5	4,195 0.3	4,188 -0.2	4,155 -0.8	4,355 4.8	4,209 -3.4	4,266 1.3
25. Services Producing Industries	291,871 0.7	291,969 0.0	292,054 0.0	294,717 0.9	297,930 1.1	301,884 1.3	303,258 0.5	305,088 0.6
26. Wholesale Trade	28,776 2.1	28,532 -0.8	28,106 -1.5	29,148 3.7	29,084 -0.2	30,175 3.8	30,500 1.1	30,892 1.3
27. Retail Trade	23,148 1.2	23,107 -0.2	23,220 0.5	22,878 -1.5	23,359 2.1	23,484 0.5	24,135 2.8	24,563 1.8
28. Transportation and Warehousing	16,302 1.6	16,272 -0.2	16,452 1.1	16,844 2.4	16,873 0.2	16,902 0.2	16,892 -0.1	16,849 -0.3
29. Information & Culture (including Telecommunications)	17,505 1.9	17,661 0.9	17,564 -0.6	17,632 0.4	17,668 0.2	17,886 1.2	17,706 -1.0	17,632 -0.4
30. Finance, Insurance, Real Estate, Rental & Leasing	89,264 0.3	90,507 1.4	91,422 1.0	92,156 0.8	93,282 1.2	94,618 1.4	94,832 0.2	95,774 1.0
31. Professional and Administrative Services	33,302 0.4	33,070 -0.7	32,575 -1.5	32,097 -1.5	32,720 1.9	33,456 2.2	33,796 1.0	34,167 1.1
32. Education	17,550 -0.7	17,530 -0.1	17,482 -0.3	17,715 1.3	18,131 2.4	18,580 2.5	18,112 -2.5	18,108 -0.0
33. Health Care and Social Services	22,404 1.3	22,453 0.2	22,786 1.5	23,053 1.2	23,122 0.3	23,179 0.2	23,336 0.7	23,298 -0.2
34. Arts, Entertainment & Recreation	3,731 1.9	3,774 1.2	3,789 0.4	3,914 3.3	3,873 -1.1	3,835 -1.0	3,796 -1.0	3,729 -1.8
35. Accommodation and Food	8,776 -3.7	8,093 -7.8	8,048 -0.6	8,144 1.2	8,265 1.5	8,333 0.8	8,520 2.2	8,671 1.8
36. Other Services	10,087 0.1	9,984 -1.0	9,904 -0.8	10,066 1.6	10,176 1.1	10,181 0.0	10,099 -0.8	10,209 1.1
37. Public Administration	21,297 1.3	21,264 -0.2	20,990 -1.3	21,357 1.7	21,700 1.6	21,620 -0.4	21,937 1.5	21,637 -1.4
38. Total Production	417,899 0.5	416,558 -0.3	415,844 -0.2	421,948 1.5	424,067 0.5	429,077 1.2	432,675 0.8	434,494 0.4
	* 1.9	-1.3	-0.7	6.0	2.0	4.8	3.4	1.7

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
1. Goods Producing Industries	128,802 -0.1	128,277 -0.4	128,546 0.2	128,244 -0.2	127,538 -0.6	125,763 -1.4	124,555 -1.0	124,198 -0.3
2. Primary	7,678 -0.2	7,833 2.0	7,779 -0.7	7,425 -4.6	7,652 3.1	7,744 1.2	7,826 1.1	8,113 3.7
3. Agriculture, Forestry, Fishing & Hunting	4,820 -0.5	4,942 2.5	4,937 -0.1	4,747 -3.9	4,766 0.4	4,844 1.6	4,918 1.5	5,071 3.1
4. Mining	2,870 0.2	2,901 1.1	2,849 -1.8	2,681 -5.9	2,848 6.2	2,849 0.0	2,894 1.6	3,022 4.4
5. Utilities	10,742 -1.8	10,384 -3.3	10,539 1.5	10,469 -0.7	10,424 -0.4	10,527 1.0	10,617 0.9	10,452 -1.6
6. Electric Power	8,693 -1.9	8,396 -3.4	8,501 1.2	8,487 -0.2	8,439 -0.6	8,561 1.4	8,618 0.7	8,400 -2.5
7. Natural Gas, Water and Other	2,090 -2.2	2,017 -3.5	2,056 1.9	1,987 -3.4	1,990 0.2	1,971 -1.0	2,004 1.7	2,056 2.6
8. Construction	22,139 -0.4	22,425 1.3	22,722 1.3	22,961 1.0	23,684 3.1	23,502 -0.8	23,612 0.5	23,879 1.1
9. Residential Buildings	9,197 -1.1	9,365 1.8	9,417 0.6	9,313 -1.1	9,784 5.1	9,451 -3.4	9,349 -1.1	9,367 0.2
10. Non-Residential Buildings and Engineering	12,942 0.1	13,060 0.9	13,306 1.9	13,648 2.6	13,899 1.8	14,032 1.0	14,220 1.3	14,446 1.6
11. Manufacturing	88,390 0.1	87,760 -0.7	87,610 -0.2	87,473 -0.2	85,989 -1.7	84,167 -2.1	82,470 -2.0	81,870 -0.7
12. Food, Beverage, & Tobacco Products	9,779 0.3	10,000 2.3	10,104 1.0	9,855 -2.5	9,788 -0.7	9,528 -2.7	9,628 1.0	9,429 -2.1
13. Textile, Clothing, & Leather Products	1,492 5.2	1,416 -5.1	1,435 1.4	1,451 1.1	1,397 -3.7	1,382 -1.1	1,273 -7.9	1,219 -4.3
14. Wood Products and Furniture	4,611 -0.1	4,539 -1.6	4,450 -2.0	4,391 -1.3	4,464 1.7	4,571 2.4	4,615 1.0	4,300 -6.8
15. Paper Products and Printing	6,059 0.7	6,108 0.8	6,196 1.4	6,095 -1.6	5,942 -2.5	5,748 -3.3	5,532 -3.7	5,492 -0.7
16. Chemical and Petroleum Products	8,745 -0.8	8,894 1.7	8,820 -0.8	8,756 -0.7	8,718 -0.4	8,776 0.7	8,663 -1.3	8,505 -1.8
17. Plastic and Rubber Products	5,497 -2.8	5,399 -1.8	5,347 -1.0	5,463 2.2	5,356 -2.0	5,001 -6.6	4,874 -2.5	4,799 -1.5
18. Primary Metal & Fabricated Metal Products	12,836 0.1	12,704 -1.0	12,157 -4.3	12,159 0.0	11,803 -2.9	11,302 -4.2	10,893 -3.6	10,791 -0.9
19. Machinery	5,735 2.9	5,832 1.7	5,726 -1.8	5,989 4.6	6,095 1.8	5,757 -5.5	5,911 2.7	5,830 -1.4

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2005 I	2005 II	2005 III	2005 IV	2006 I	2006 II	2006 III	2006 IV
20. Electrical and Electronic Products	8,333 3.8	8,375 0.5	8,233 -1.7	8,391 1.9	8,338 -0.6	8,226 -1.3	8,115 -1.4	8,617 6.2
21. Transportation Equipment	20,182 -0.2	19,849 -1.7	20,555 3.6	20,739 0.9	19,684 -5.1	19,535 -0.8	18,718 -4.2	18,709 -0.1
22. Auto Industry (Vehicles & Parts)	18,672 0.1	18,372 -1.6	19,030 3.6	19,224 1.0	18,248 -5.1	18,036 -1.2	17,298 -4.1	17,236 -0.4
23. Other Transportation Equipment	1,510 -3.2	1,477 -2.2	1,525 3.3	1,516 -0.6	1,531 1.0	1,577 3.0	1,540 -2.3	1,487 -3.5
24. Other Manufacturing	4,280 0.3	4,050 -5.4	4,237 4.6	4,075 -3.8	4,344 6.6	4,253 -2.1	4,112 -3.3	4,109 -0.1
25. Services Producing Industries	307,682 0.9	310,899 1.0	314,199 1.1	316,644 0.8	318,271 0.5	320,376 0.7	321,755 0.4	323,795 0.6
26. Wholesale Trade	31,173 0.9	32,122 3.0	32,603 1.5	33,381 2.4	34,335 2.9	34,694 1.0	35,005 0.9	34,580 -1.2
27. Retail Trade	24,786 0.9	24,906 0.5	24,875 -0.1	24,941 0.3	25,011 0.3	25,245 0.9	25,592 1.4	25,813 0.9
28. Transportation and Warehousing	16,998 0.9	17,188 1.1	17,559 2.2	17,603 0.3	17,737 0.8	17,783 0.3	17,893 0.6	17,849 -0.2
29. Information & Culture (including Telecommunications)	17,874 1.4	18,201 1.8	18,720 2.9	18,796 0.4	18,723 -0.4	18,648 -0.4	18,722 0.4	18,911 1.0
30. Finance, Insurance, Real Estate, Rental & Leasing	97,036 1.3	97,570 0.6	98,707 1.2	99,310 0.6	99,589 0.3	100,042 0.5	100,713 0.7	101,751 1.0
31. Professional and Administrative Services	34,059 -0.3	34,618 1.6	34,826 0.6	34,860 0.1	35,291 1.2	35,993 2.0	36,208 0.6	36,282 0.2
32. Education	18,580 2.6	18,813 1.3	18,965 0.8	19,077 0.6	19,272 1.0	19,432 0.8	19,179 -1.3	19,471 1.5
33. Health Care and Social Services	23,273 -0.1	23,440 0.7	23,714 1.2	23,810 0.4	23,876 0.3	24,058 0.8	24,236 0.7	24,427 0.8
34. Arts, Entertainment & Recreation	3,699 -0.8	3,743 1.2	3,801 1.6	3,903 2.7	3,825 -2.0	3,859 0.9	3,794 -1.7	3,944 3.9
35. Accommodation and Food	8,591 -0.9	8,523 -0.8	8,419 -1.2	8,395 -0.3	8,495 1.2	8,486 -0.1	8,588 1.2	8,779 2.2
36. Other Services	10,291 0.8	10,329 0.4	10,399 0.7	10,400 0.0	10,433 0.3	10,408 -0.2	10,447 0.4	10,491 0.4
37. Public Administration	21,827 0.9	22,013 0.9	22,244 1.0	22,860 2.8	22,857 -0.0	22,951 0.4	22,779 -0.7	22,782 0.0
38. Total Production	436,911 0.6 2.2	439,583 0.6 2.5	443,133 0.8 3.3	445,251 0.5 1.9	446,832 0.4 1.4	446,968 0.0 0.1	446,997 0.0 0.0	448,611 0.4 1.5

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2003	2004	2005	2006
1. Goods Producing Industries	125,040 -0.1	127,657 2.1	128,467 0.6	125,513 -2.3
2. Primary	7,045 -3.9	7,437 5.6	7,679 3.3	7,834 2.0
3. Agriculture, Forestry, Fishing & Hunting	4,403 -0.8	4,605 4.6	4,862 5.6	4,900 0.8
4. Mining	2,639 -8.6	2,841 7.7	2,825 -0.6	2,903 2.8
5. Utilities	9,919 -0.9	10,196 2.8	10,534 3.3	10,505 -0.3
6. Electric Power	7,935 -1.9	8,204 3.4	8,519 3.8	8,504 -0.2
7. Natural Gas, Water and Other	2,032 3.2	2,034 0.1	2,037 0.1	2,005 -1.6
8. Construction	21,753 3.0	22,110 1.6	22,562 2.0	23,669 4.9
9. Residential Buildings	8,888 4.8	9,223 3.8	9,323 1.1	9,488 1.8
10. Non-Residential Buildings and Engineering	12,866 1.8	12,887 0.2	13,239 2.7	14,149 6.9
11. Manufacturing	86,432 -0.6	88,018 1.8	87,808 -0.2	83,624 -4.8
12. Food, Beverage, & Tobacco Products	9,362 -1.1	9,715 3.8	9,935 2.3	9,593 -3.4
13. Textile, Clothing, & Leather Products	1,625 -12.2	1,547 -4.8	1,449 -6.4	1,318 -9.0
14. Wood Products and Furniture	4,669 -5.4	4,540 -2.8	4,498 -0.9	4,488 -0.2
15. Paper Products and Printing	6,385 -1.3	6,175 -3.3	6,114 -1.0	5,679 -7.1
16. Chemical and Petroleum Products	8,893 3.0	8,988 1.1	8,804 -2.0	8,666 -1.6
17. Plastic and Rubber Products	5,826 -2.0	5,705 -2.1	5,427 -4.9	5,007 -7.7
18. Primary Metal & Fabricated Metal Products	12,849 -1.9	12,778 -0.6	12,464 -2.5	11,197 -10.2
19. Machinery	5,860 -3.2	5,690 -2.9	5,821 2.3	5,898 1.3

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2003	2004	2005	2006
20. Electrical and Electronic Products	7,970 3.6	7,833 -1.7	8,333 6.4	8,324 -0.1
21. Transportation Equipment	18,760 1.5	20,167 7.5	20,331 0.8	19,162 -5.8
22. Auto Industry (Vehicles & Parts)	17,404 1.6	18,688 7.4	18,825 0.7	17,705 -5.9
23. Other Transportation Equipment	1,356 0.4	1,478 9.0	1,507 1.9	1,534 1.8
24. Other Manufacturing	4,142 1.8	4,246 2.5	4,161 -2.0	4,204 1.1
25. Services Producing Industries	292,653 2.0	302,040 3.2	312,356 3.4	321,049 2.8
26. Wholesale Trade	28,641 4.4	30,163 5.3	32,320 7.2	34,654 7.2
27. Retail Trade	23,088 3.4	23,885 3.5	24,877 4.2	25,415 2.2
28. Transportation and Warehousing	16,467 -0.1	16,879 2.5	17,337 2.7	17,815 2.8
29. Information & Culture (including Telecommunications)	17,591 0.6	17,723 0.8	18,398 3.8	18,751 1.9
30. Finance, Insurance, Real Estate, Rental & Leasing	90,837 1.7	94,627 4.2	98,156 3.7	100,524 2.4
31. Professional and Administrative Services	32,761 3.1	33,535 2.4	34,591 3.1	35,944 3.9
32. Education	17,569 1.1	18,233 3.8	18,859 3.4	19,339 2.5
33. Health Care and Social Services	22,674 2.8	23,234 2.5	23,559 1.4	24,149 2.5
34. Arts, Entertainment & Recreation	3,802 0.6	3,808 0.2	3,787 -0.6	3,856 1.8
35. Accommodation and Food	8,265 -8.4	8,447 2.2	8,482 0.4	8,587 1.2
36. Other Services	10,010 1.9	10,166 1.6	10,355 1.9	10,445 0.9
37. Public Administration	21,227 4.9	21,723 2.3	22,236 2.4	22,842 2.7
38. Total Production	418,062 1.3	430,078 2.9	441,219 2.6	447,352 1.4

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics.fin@ontario.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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July 2007

**Ontario
Ministry
of Finance**

**First Quarter
of 2007**
(January, February, March)

Ontario Economic Accounts



July 2007

First Quarter of 2007

(January, February, March)

Ontario Economic Accounts



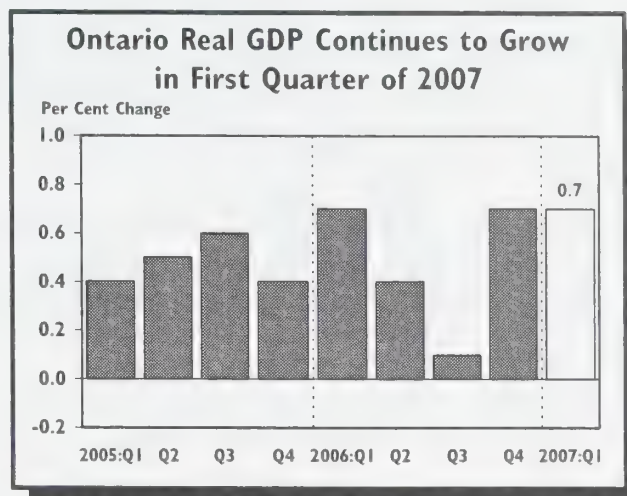
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FIRST QUARTER HIGHLIGHTS: JANUARY-MARCH 2007

- Ontario's **real Gross Domestic Product** grew by 0.7% (2.7% annualized) in the first (January to March) quarter of 2007, matching its rate of growth in the fourth quarter of 2006.



- The increase in real GDP was due mainly to a sharp jump in **net trade** as exports grew faster than imports. **Final domestic demand** grew 0.3%, below the overall growth in GDP (+0.7%). The easing in the growth of domestic demand reflects a moderation of business investment spending and slower growth in household expenditures in the first quarter.
- Real consumer spending** grew by 0.5% in the first quarter of 2007. Household spending was the second largest contributor to overall growth in the quarter, after net trade.
- Real residential construction investment** grew 0.5% in the first quarter of 2007, following a 0.9% advance in the final quarter of 2006. Home renovation spending continued to provide support for overall housing market investment.
- Capital spending by the business sector declined in the first quarter of 2007. **Real non-residential construction spending** advanced 0.4%, after rising 2.7% in the previous quarter, while **real machinery and equipment investment spending** declined 1.9%.
- Ontario businesses continued adding to **inventories** in the first quarter of 2007. Inventory stocks increased by \$353 million (\$1997), down from a \$2.1 billion accumulation in the fourth quarter of 2006.
- Real exports** grew by a solid 2.4% in the first quarter, after rebounding a strong 3.1% in the fourth quarter of 2006. Exports were supported by increased U.S. demand for industrial goods and materials and automotive products.

- ❑ **Real imports** increased by 1.5% in the first quarter, following a 2.7% jump in the final quarter of 2006. Imports were boosted by increased domestic demand for industrial goods and materials, automotive products and other consumer goods.
- ❑ With export growth outpacing that of imports, Ontario's **net trade surplus** widened by \$3.3 billion, to \$29.1 billion (\$1997) in the first quarter of 2007.
- ❑ In **current dollars**, **GDP** grew by 1.8% in the first quarter, up from a 1.1% increase in the fourth quarter of 2006. Economy-wide prices, as measured by the **GDP implicit price index**, rose 1.1%, following a 0.5% increase in the fourth quarter of 2006.
- ❑ The financial sector has provided by far the largest positive contribution to overall Ontario growth of any sector over the last year.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2005	2006	2006q2	2006q3	2006q4	2007q1
Real GDP (Chained \$ 1997)	2.9	1.8	0.4	0.1	0.7	0.7
(annualized rate)			1.4	0.2	2.6	2.7
Personal spending	3.8	3.7	0.9	1.3	1.3	0.5
Government spending	3.1	4.2	0.3	0.1	1.3	0.6
Residential construction	2.0	0.5	-3.0	-1.0	0.9	0.5
Non-residential construction	1.8	7.8	1.9	1.3	2.7	0.4
Machinery & equipment	11.3	10.9	2.1	3.0	3.0	-1.9
Final Domestic Demand	4.0	4.2	0.6	1.0	1.5	0.3
Exports	1.7	-0.1	-1.6	-1.2	3.1	2.4
Imports	4.2	3.2	-0.3	0.8	2.7	1.5
Business inventories (Chained \$1997 billions)	5.1	4.9	7.0	7.8	2.1	0.4
Nominal GDP (\$ Current)	4.1	3.6	1.1	0.4	1.1	1.8
Corporation profits	-0.5	3.1	2.5	3.0	6.3	2.5
Personal income	4.6	4.8	0.6	1.1	1.5	1.6
Disposable income	3.6	5.1	1.0	1.2	1.3	1.6
Implicit price index, GDP	1.2	1.7	0.8	0.3	0.5	1.1

Estimates for the 2003-2006 period reflect Statistics Canada's release of the preliminary Provincial Economic Accounts (PEA) as well as subsequent revisions to the National Income and Expenditure Accounts (NIEA).

DEMAND AND INCOMES

CONSUMER SPENDING GROWTH MODERATES IN FIRST QUARTER

Real consumer spending grew by 0.5% in the first quarter of 2007, its slowest rate of growth since the first quarter of last year.

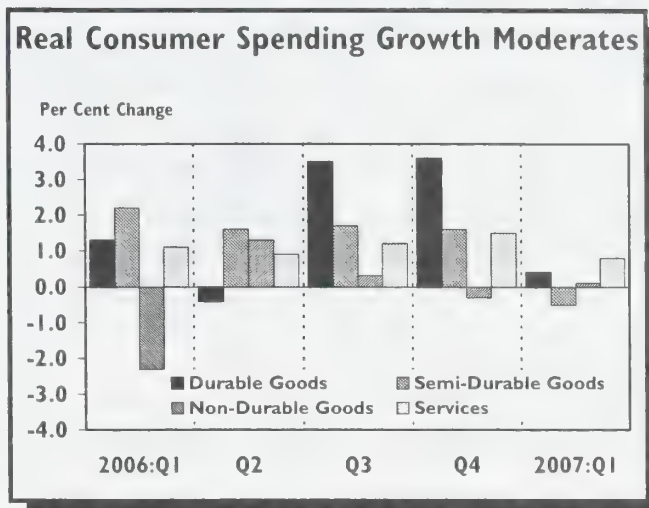
A 0.5% decline in **real semi-durable spending** was the major source of the slower growth in household spending. Spending on clothing and footwear fell 1.0% in the first quarter, following five consecutive quarters of strong growth averaging 2.7% per quarter.

Consumer expenditures were also tempered by weak growth in **non-durable spending** which edged up 0.1% after falling 0.3% in the previous quarter. Lower purchases of food, tobacco and alcohol, as well as a drop in gasoline purchases, were behind the modest increase in the overall non-durable category.

Real spending on durable goods advanced 0.4% in the first quarter as growth in the purchases of autos and parts eased, following strong growth in the second half of 2006. Strong spending on furniture and appliances as well as other durables (TVs, video equipment, computers, and cameras), partly offset the first quarter decline in motor vehicle purchases.

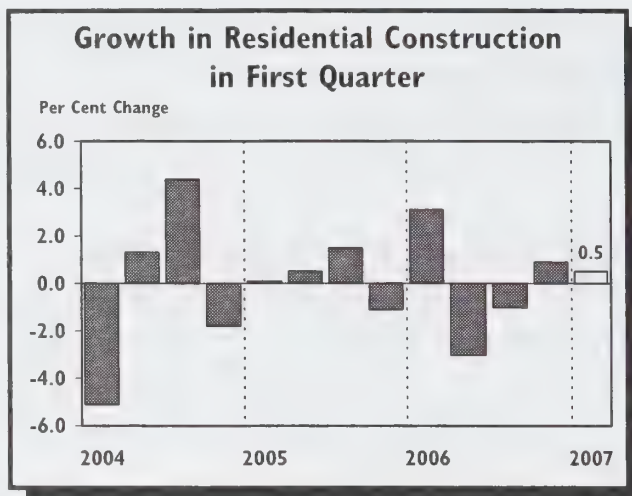
Real consumer spending on services increased by 0.8% in the first quarter, slowing from a 1.5% increase in the fourth quarter of 2006.

Personal disposable income increased 1.6%, following a 1.3% increase in the previous quarter. Labour income, the largest component of household income, increased by 1.3%, close to the 1.5% pace in the final quarter of 2006.



RESIDENTIAL CONSTRUCTION GROWS 0.5% IN FIRST QUARTER

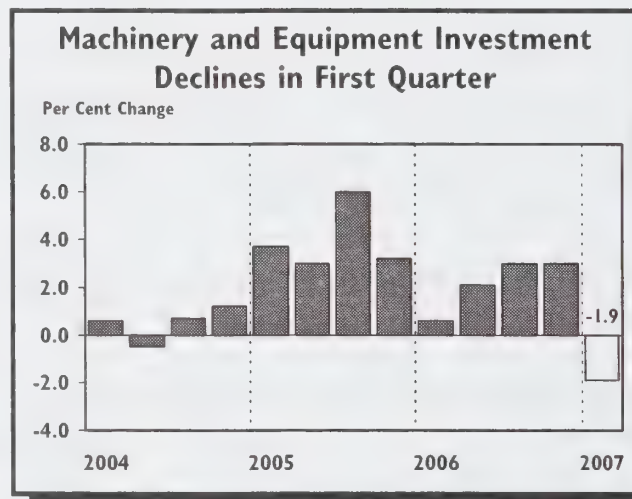
Real residential construction investment grew 0.5% in the first quarter of 2007, following a 0.9% advance in the final quarter of 2006. Home renovation continued to provide support for overall housing market investment in the first quarter, with renovation spending rising 4.3%, following gains averaging 2.0% in the previous two quarters. Partially offsetting the strength in renovations was a 2.5% drop in new housing construction along with a 0.3% decline in the value of real estate commissions in the first quarter.



BUSINESS INVESTMENT DECLINES IN FIRST QUARTER

Capital spending by the business sector declined in the first quarter of 2007. **Real non-residential construction spending** advanced 0.4% in the quarter, following a gain of 2.7% in the final quarter of 2006. Ongoing capital projects by the Ontario utilities sector led the growth.

Real machinery and equipment spending decreased by 1.9% in the first quarter. The decrease reflected reduced capital spending on industrial machinery, trucks and automobiles.



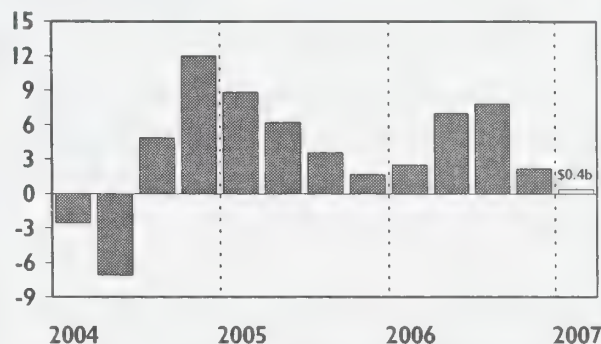
Ontario **pre-tax corporate profits** increased 2.5% in the first quarter, following a strong 6.3% advance in the fourth quarter of 2006. The increase was led by strong profit growth by manufacturers and retailers, partially offset by lower profits earned by banks and insurers.

INVENTORIES CONTINUE TO RISE IN FIRST QUARTER

Ontario businesses continued adding to **inventories** in the first quarter of 2007. Inventory stocks rose by \$353 million (\$1997), down from a \$2.1 billion accumulation in the fourth quarter of 2006. The first quarter accumulation was concentrated in non-auto wholesale stocks and to a lesser degree, in the manufacturing sector excluding the auto industry. Motor vehicle stocks continued to fall at the manufacturing, wholesale and retail levels in the first quarter.

Business Inventory Accumulation Slows in First Quarter

\$ Chained 1997 Billions



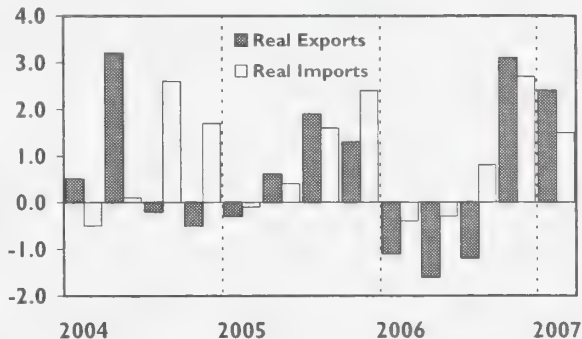
EXPORTS AND IMPORTS CONTINUE TO GROW IN FIRST QUARTER

Real exports grew 2.4% in the first quarter, following a strong 3.1% rebound in the fourth quarter of 2006. Continued strong U.S. demand for industrial goods and materials and automotive products also helped support Ontario's first quarter export growth. These gains were partially offset by a decline in exports of forestry products.

Real imports increased by 1.5% in the first quarter, following a 2.7% jump in the final quarter of 2006. Imports were boosted by increased import demand for industrial goods and materials, automotive products and other consumer goods.

Strong Trade Expansion Continues

Per Cent Change



With export growth outpacing that of imports, Ontario's **net trade surplus** widened appreciably by \$3.3 billion to \$29.1 billion (\$1997) in the first quarter of 2007. The improvement in the trade balance was the primary source of growth in the economy in the quarter.

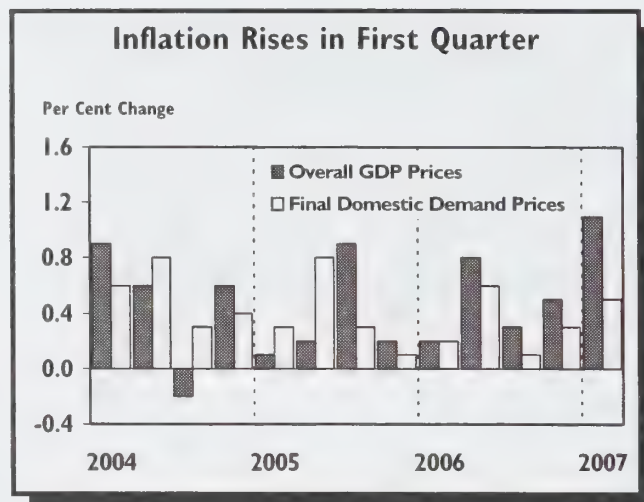
GDP INFLATION RISES IN FIRST QUARTER

Economy-wide prices, as measured by the GDP implicit price index, rose 1.1% in the first quarter, following a 0.5% increase in the fourth quarter of 2006.

Leading the first quarter price increase was a jump in non-durable consumer goods prices (+1.7%), due in large part to higher pump prices for gasoline as well as higher food and alcohol prices. Upward pressure was also exerted by a 1.1% increase in non-residential construction prices and a 1.0% rise in the price of machinery and equipment. The increase in equipment prices reflects, in part, the weaker Canadian dollar, which averaged 85.35 cents US, down by 2.8% in the first quarter.

A 0.1% decline in durable consumer goods prices, particularly for items such as televisions and computer equipment, offset some of the increase in non-durable prices. Overall consumer price inflation reached 0.7% in the first quarter, following a 0.1% decline in the fourth quarter.

Strong export (+1.1%) and import (+0.9%) price increases also influenced the overall price increase. The rise in Ontario's trade price deflators followed more moderate increases in the fourth quarter of 2006. This reversal in export and import prices was partly the result of a weaker Canadian dollar against the US currency in the quarter.



ONTARIO PRODUCTION BY INDUSTRY

FIRST QUARTER 2007 HIGHLIGHTS

Output by industry grew 0.6% in the first quarter of 2007, the same pace as during the fourth quarter of 2006. Service sector activity advanced 0.9% while output in the goods-producing sector declined 0.3%.

The financial (+1.3%), wholesale trade (+1.9%), professional and administrative services (+1.4%) and construction (+0.8%) sectors all posted solid growth in the first quarter.

Manufacturing output declined 0.8%.

ONTARIO OUTPUT BY INDUSTRY

(% change from previous period, chained \$1997)

	2005	2006	2006q2	2006q3	2006q4	2007q1
Goods Sector	0.6	-2.1	-1.4	-1.1	-0.2	-0.3
Primary Industries	3.3	-1.5	-0.2	0.0	2.4	0.7
Utilities	3.3	-3.0	-0.2	-0.3	-2.8	-0.6
Construction	2.0	3.6	-1.3	-0.1	0.6	0.8
Manufacturing	-0.2	-3.5	-1.6	-1.5	-0.2	-0.8
Of which: Auto Industry	0.7	-5.3	-0.9	-3.8	-0.1	1.1
Service Sector	3.4	3.7	0.9	0.7	0.9	0.9
Wholesale Trade	7.2	6.9	0.9	0.8	-1.3	1.9
Retail Trade	4.2	3.9	1.6	2.0	1.5	0.0
Transportation and Warehousing	2.7	1.9	-0.1	0.3	-0.6	0.1
Information and Cultural Industries	3.8	2.5	-0.2	0.6	1.2	-0.3
Finance, Insurance, Real Estate	3.7	3.8	1.2	1.4	1.7	1.3
Public Administration	2.4	3.1	0.4	-0.7	0.1	-0.1
Ontario Output at Basic Prices	2.6	2.0	0.3	0.3	0.6	0.6
(annualized rates)			1.2	1.0	2.5	2.2

Note: Output by industry is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT DECLINES

The manufacturing sector's output dropped 0.8% in the first quarter after edging down in the previous quarter (-0.2%).

Seven of the eleven manufacturing industries included in the Ontario Economic Accounts, representing half of the sector's production, reduced their output in the first quarter.

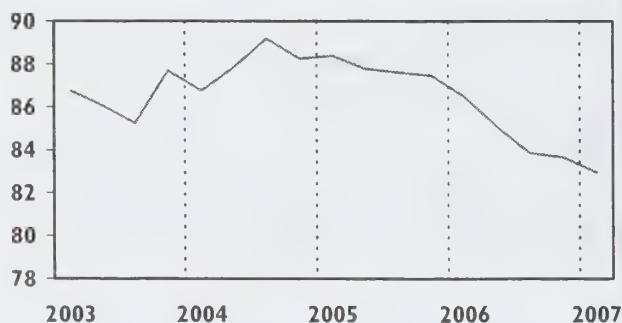
A 4.2% drop in food, beverage and tobacco production accounted for nearly two-thirds of the overall manufacturing decline, with food products accounting for most of the decrease. Output of plastic and rubber products (-3.4%) and paper and printing (-2.6%) were also down.

In contrast, output of the electrical and electronic product industry advanced 1.2%, reaching its highest level since the "tech bubble" of 2001. Production in the textile, clothing, and leather products industry was also up in the first quarter (+6.0%).

Auto industry production bounced back 1.1% in the first quarter following a year of significant restructuring. For the first time in six quarters, manufacturers in both the vehicle assembly (+0.5%) and the auto parts (+1.2%) industries increased their output.

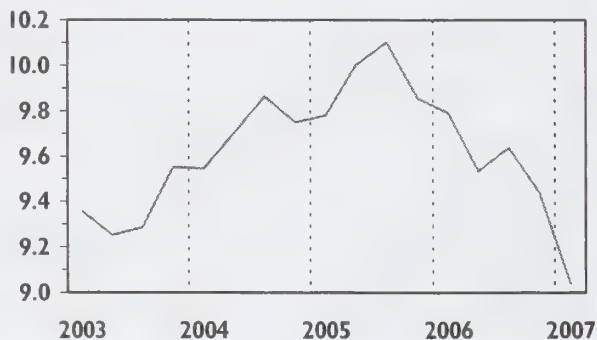
Manufacturing Down in First Quarter

\$ 1997 Billions



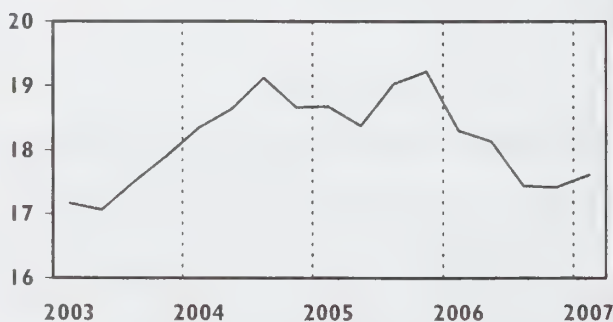
Food, Beverages and Tobacco Output Down

\$ 1997 Billions



Auto Industry Output Up

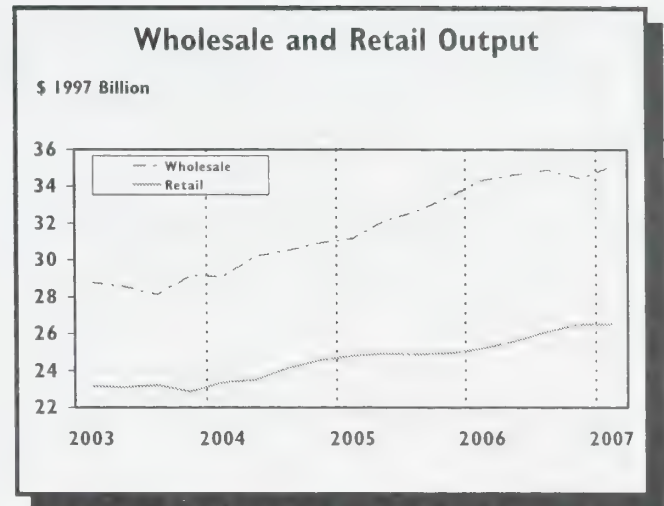
\$ 1997 Billions



WHOLESALE AND RETAIL

Wholesaling activity rebounded by 1.9% in the first quarter following the first negative quarter (-1.3%) in almost three years. Wholesalers of motor vehicles led the overall increase for the sector.

Production in the retail sector was unchanged in the first quarter after averaging 1.5% growth over the previous four quarters, the best performance for the sector since 2004. In the first quarter, strong growth by clothing stores and electronics and appliance stores was offset by declines at new car dealerships.

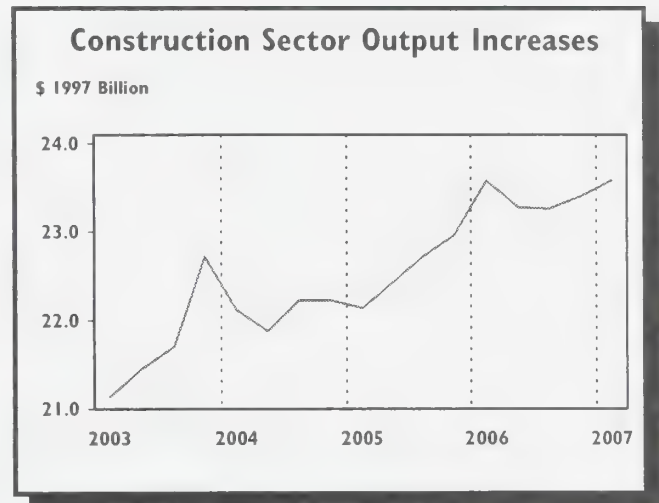


RESOURCES, UTILITIES AND CONSTRUCTION

Construction sector output rose 0.8% in the first quarter, the fastest growth in a year for this sector. Activity was up in both the residential (+0.9%) and non-residential (+0.7%) segments.

Production in the agriculture and forestry sector rose 1.7% following a 2.4% jump in the fourth quarter. Mining output was down 1.9%.

Utilities output declined by 0.6%. Production in the electric power industry was 0.5% lower, while natural gas and water distribution activity slipped by 0.8%.



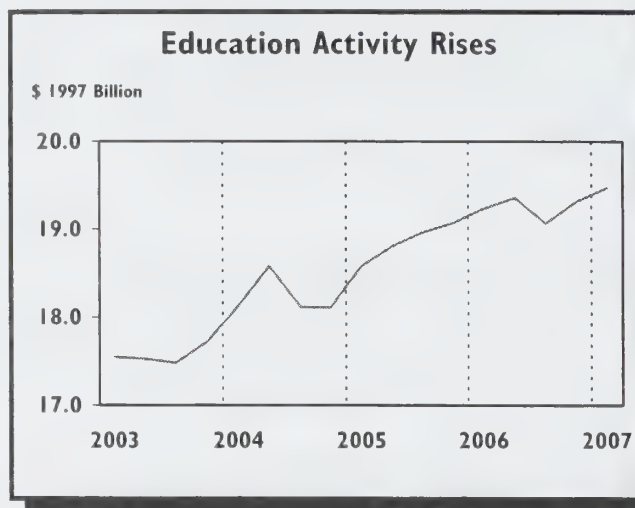
Note: Construction industry output is measured by the value added of the industry, which is largely the sum of wages and profits earned in the industry. The construction investment spending estimates included as part of expenditure-based Gross Domestic Product are the sum of spending on new construction, renovations to existing buildings and commissions and fees from the sale of real estate.

EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

Education services output grew 0.8% in the first quarter, reaching a new record level of \$19.5 billion (\$1997). This followed a 1.3% advance in the fourth quarter.

Production in the health care and social services sector advanced by 0.9%, up for an eighth consecutive quarter.

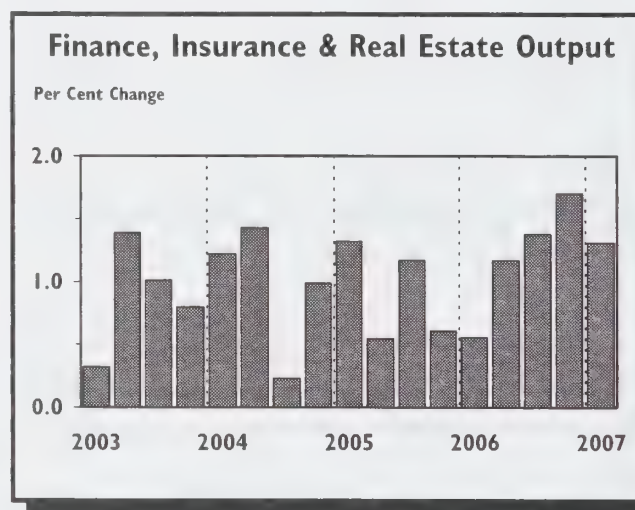
Public administration output edged down in the first quarter (-0.1%).



FINANCE, INSURANCE AND REAL ESTATE

Real output of the finance, insurance and real estate sector grew 1.3% in the first quarter. The financial services industry (+3.1%) provided one third of the overall increase, reflecting strong growth in trading activity. Production by the banking industry was up as well (+1.1%).

Over the last four quarters, the financial sector has provided by far the largest positive contribution to overall Ontario growth of any sector.

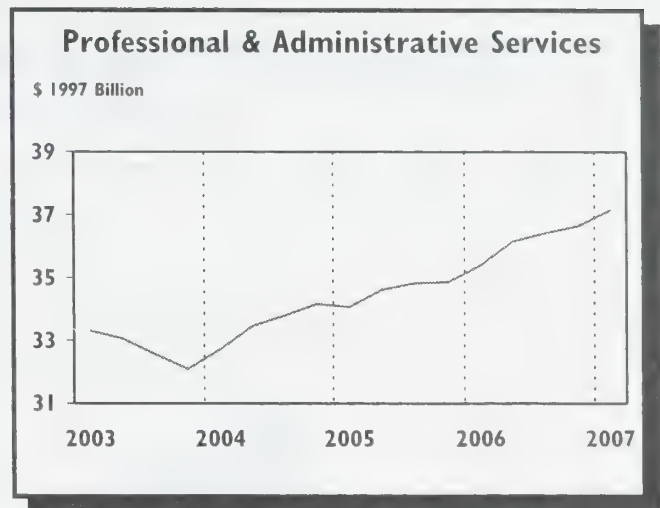


OTHER SERVICE SECTOR INDUSTRIES

Output of professional and administrative services grew 1.4% in the first quarter, reflecting the creation of more than 5,000 jobs in this sector.

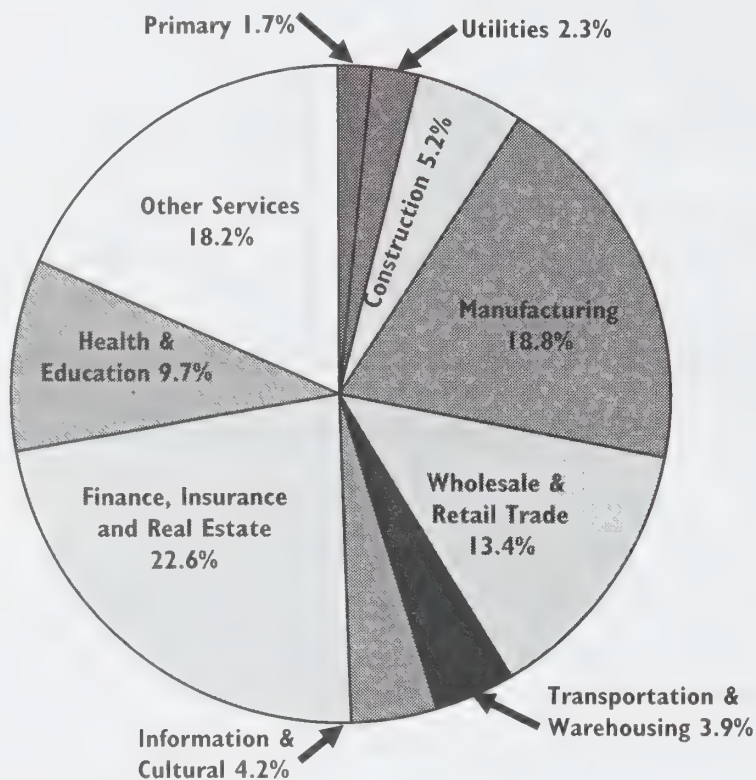
Accommodation and food services output was essentially unchanged (-0.1%), following a surge of 3.0% in the fourth quarter.

In the information and culture sector (which includes telecommunications), production edged down by 0.3% in the first quarter after jumping by 1.2% in the previous quarter. While modest, the first-quarter decline in information and culture nevertheless represented the most significant output reduction in the service sector.



Structure of the Ontario Economy, 2006

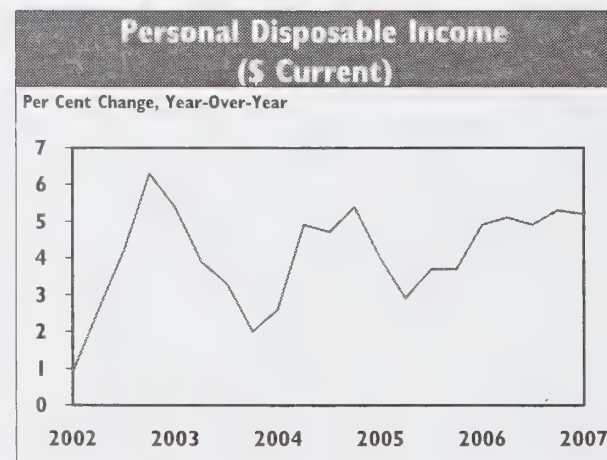
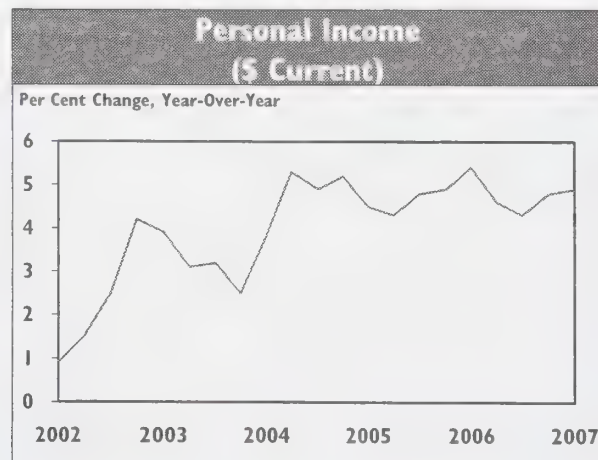
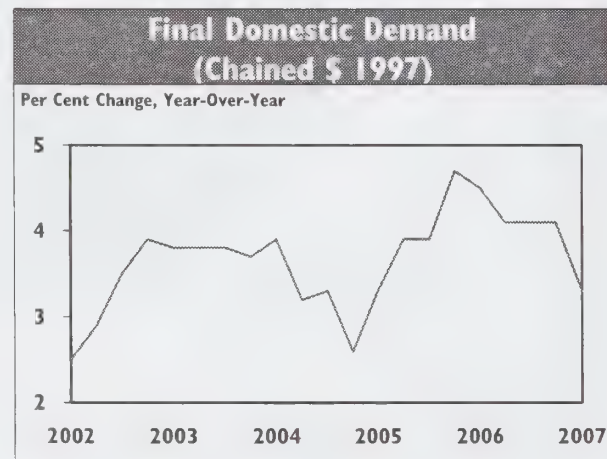
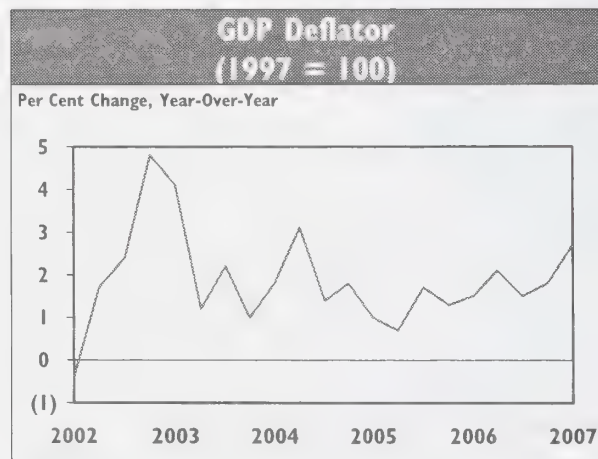
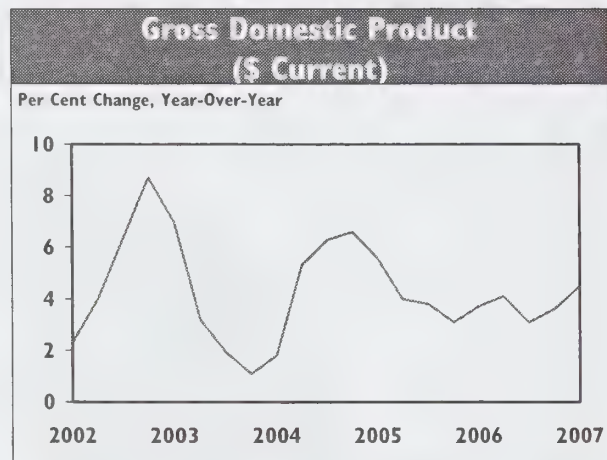
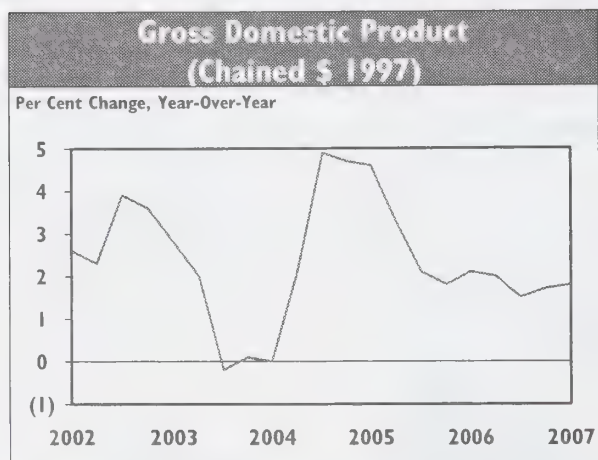
Per Cent Share of GDP



Source: Statistics Canada

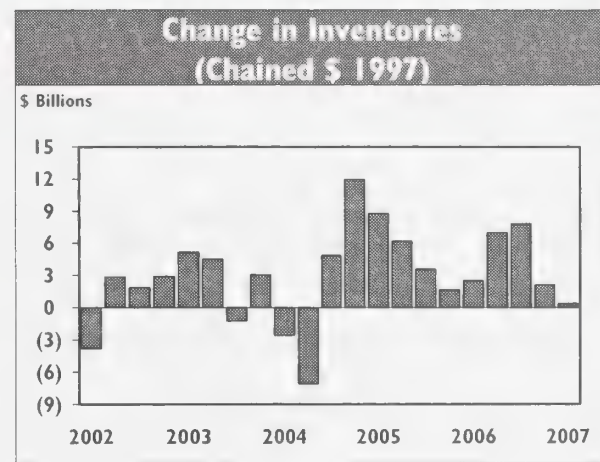
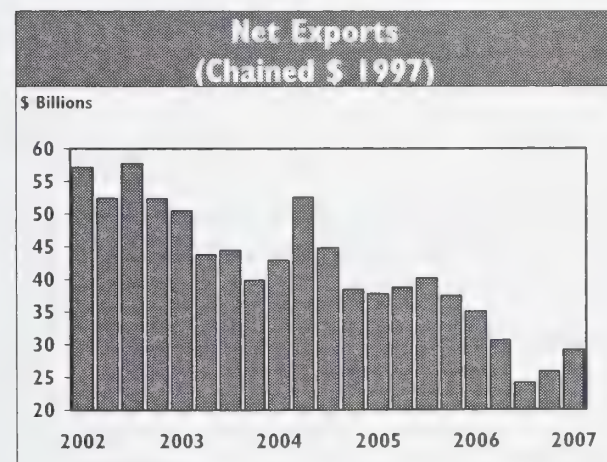
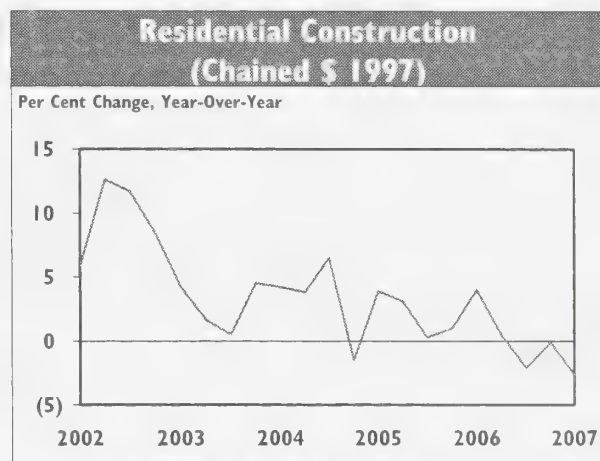
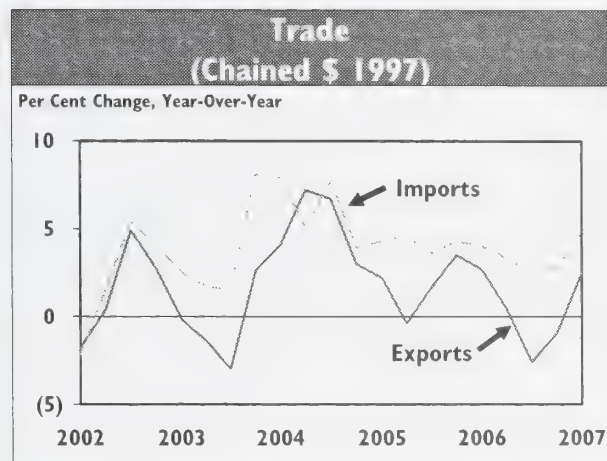
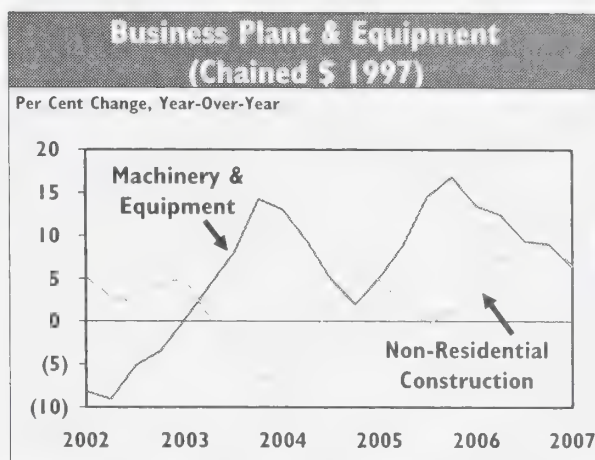
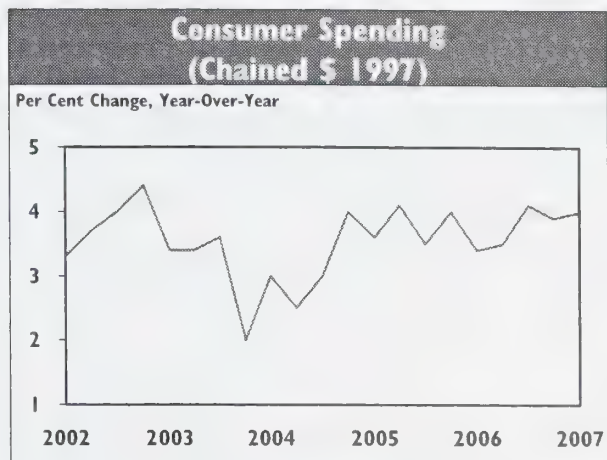
Ontario Economic Accounts: Summary charts

(2002:I - 2007:I)



Ontario Economic Accounts: Summary charts

(2002:I - 2007:I)



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics.fin@ontario.ca

TABLE 1

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (domestic basis)	270,918 1.6	274,916 1.5	277,778 1.0	279,760 0.7	283,114 1.2	287,557 1.6	291,128 1.2	295,189 1.4
2. Corporation profits before taxes	59,688 9.9	65,248 9.3	65,716 0.7	67,262 2.4	65,881 -2.1	64,596 -2.0	63,378 -1.9	62,789 -0.9
3. Interest and miscellaneous investment income	17,388 -0.9	17,647 1.5	17,952 1.7	17,806 -0.8	18,457 3.7	19,060 3.3	20,136 5.6	21,157 5.1
4. Net income of unincorporated business *	33,578 2.3	34,170 1.8	34,380 0.6	34,496 0.3	34,539 0.1	34,528 -0.0	34,563 0.1	34,557 -0.0
5. Inventory valuation adjustment	-2,356	-2,022	-147	821	-634	-1,873	1,133	-469
6. Indirect taxes less subsidies	62,973 1.2	64,325 2.1	65,559 1.9	66,818 1.9	67,049 0.3	68,093 1.6	68,679 0.9	68,980 0.4
7. Capital consumption allowances	60,688 1.0	61,537 1.4	62,263 1.2	63,186 1.5	63,456 0.4	63,611 0.2	64,216 1.0	64,785 0.9
8. Statistical discrepancy	850	-510	-234	-244	209	97	104	-455
9. Gross Domestic Product at market prices	503,727 1.4	515,311 2.3	523,267 1.5	529,905 1.3	532,071 0.4	535,669 0.7	543,337 1.4	546,533 0.6
**	5.5	9.5	6.3	5.2	1.6	2.7	5.9	2.4

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Wages, salaries and supplementary labour income (domestic basis)	297,556 0.8	300,377 0.9	303,648 1.1	307,794 1.4	311,906 1.3	- -	- -	- -
2. Corporation profits before taxes	62,960 0.3	64,538 2.5	66,504 3.0	70,667 6.3	72,427 2.5	- -	- -	- -
3. Interest and miscellaneous investment income	20,430 -3.4	20,179 -1.2	19,547 -3.1	19,474 -0.4	20,109 3.3	- -	- -	- -
4. Net income of unincorporated business *	34,633 0.2	34,705 0.2	34,785 0.2	34,951 0.5	35,624 1.9	- -	- -	- -
5. Inventory valuation adjustment	151	-216	-709	-2,949	-1,252	-	-	-
6. Indirect taxes less subsidies	70,384 2.0	71,347 1.4	70,353 -1.4	70,470 0.2	71,571 1.6	- -	- -	- -
7. Capital consumption allowances	65,357 0.9	65,990 1.0	66,605 0.9	67,212 0.9	67,814 0.9	- -	- -	- -
8. Statistical discrepancy	26	859	-772	-1,339	-1,919	-	-	-
9. Gross Domestic Product at market prices	551,497 0.9	557,779 1.1	559,961 0.4	566,280 1.1	576,280 1.8	- -	- -	- -
***	3.7	4.6	1.6	4.6	7.3	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	283,991 2.0	286,880 1.0	290,610 1.3	295,214 1.6	298,707 1.2	302,437 1.2	305,836 1.1	310,636 1.6
2. Durable goods	35,632 2.3	35,663 0.1	36,521 2.4	37,805 3.5	37,783 -0.1	37,060 -1.9	37,702 1.7	38,323 1.6
3. Semi-durable goods	23,848 2.5	24,017 0.7	24,433 1.7	24,476 0.2	24,296 -0.7	24,714 1.7	24,441 -1.1	25,530 4.5
4. Non-durable goods	66,338 1.9	67,065 1.1	67,896 1.2	69,192 1.9	70,280 1.6	71,587 1.9	73,052 2.0	73,999 1.3
5. Services	158,173 1.9	160,135 1.2	161,759 1.0	163,742 1.2	166,347 1.6	169,076 1.6	170,642 0.9	172,785 1.3
6. Government expenditure on goods and services:	104,169 0.9	104,725 0.5	105,459 0.7	106,156 0.7	108,776 2.5	111,831 2.8	112,636 0.7	114,107 1.3
7. Current expenditure	91,469 1.6	92,042 0.6	92,784 0.8	93,307 0.6	95,708 2.6	98,175 2.6	98,576 0.4	99,529 1.0
8. Capital expenditure	12,699 -3.5	12,683 -0.1	12,675 -0.1	12,849 1.4	13,068 1.7	13,655 4.5	14,060 3.0	14,578 3.7
9. Business gross fixed capital formation:	77,483 -1.0	79,307 2.4	80,897 2.0	80,554 -0.4	82,455 2.4	84,160 2.1	86,638 2.9	87,816 1.4
10. Residential structures	32,027 -2.5	33,103 3.4	34,734 4.9	34,415 -0.9	34,719 0.9	35,420 2.0	36,398 2.8	36,353 -0.1
11. Non-residential structures	12,146 3.1	12,540 3.2	12,902 2.9	13,228 2.5	13,613 2.9	13,531 -0.6	13,562 0.2	14,043 3.5
12. Machinery and equipment	33,310 -0.9	33,663 1.1	33,261 -1.2	32,911 -1.1	34,123 3.7	35,210 3.2	36,679 4.2	37,419 2.0
13. Exports of goods and services	317,850 1.8	335,024 5.4	331,723 -1.0	322,542 -2.8	323,662 0.3	327,800 1.3	331,414 1.1	336,636 1.6
14. DEDUCT: Imports of goods and services	276,520 1.3	286,377 3.6	290,224 1.3	285,539 -1.6	289,174 1.3	295,913 2.3	298,200 0.8	304,016 2.0
15. Value of physical change in inventories:	-2,396	-4,758	4,568	10,734	7,855	5,451	5,117	899
16. Non-farm	-2,674	-4,900	4,504	10,458	7,711	5,422	5,261	970
17. Farm	133	162	153	259	137	36	-157	-115
18. Government	145	-20	-89	17	7	-8	13	43
19. Statistical discrepancy	-850	510	234	244	-209	-97	-104	455
20. Gross Domestic Product at market prices	503,727 1.4 5.5	515,311 2.3 9.5	523,267 1.5 6.3	529,905 1.3 5.2	532,071 0.4 1.6	535,669 0.7 2.7	543,337 1.4 5.9	546,533 0.6 2.4
21. Final domestic demand	465,643 1.2	470,912 1.1	476,965 1.3	481,924 1.0	489,937 1.7	498,428 1.7	505,110 1.3	512,559 1.5

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	313,212 0.8	317,096 1.2	320,716 1.1	324,793 1.3	328,590 1.2	- -	- -	- -
2. Durable goods	38,715 1.0	38,177 -1.4	39,144 2.5	40,297 2.9	40,390 0.2	- -	- -	- -
3. Semi-durable goods	25,660 0.5	25,956 1.2	25,952 -0.0	26,255 1.2	26,157 -0.4	- -	- -	- -
4. Non-durable goods	73,728 -0.4	75,429 2.3	75,161 -0.4	74,203 -1.3	75,546 1.8	- -	- -	- -
5. Services	175,109 1.3	177,533 1.4	180,459 1.6	184,038 2.0	186,497 1.3	- -	- -	- -
6. Government expenditure on goods and services:	115,664 1.4	118,196 2.2	119,272 0.9	121,932 2.2	122,559 0.5	- -	- -	- -
7. Current expenditure	100,798 1.3	103,185 2.4	104,230 1.0	106,784 2.4	107,344 0.5	- -	- -	- -
8. Capital expenditure	14,866 2.0	15,011 1.0	15,042 0.2	15,148 0.7	15,214 0.4	- -	- -	- -
9. Business gross fixed capital formation:	90,112 2.6	89,614 -0.6	90,751 1.3	93,096 2.6	93,109 0.0	- -	- -	- -
10. Residential structures	37,872 4.2	37,192 -1.8	37,073 -0.3	37,587 1.4	37,736 0.4	- -	- -	- -
11. Non-residential structures	14,686 4.6	15,008 2.2	15,305 2.0	15,844 3.5	16,080 1.5	- -	- -	- -
12. Machinery and equipment	37,554 0.4	37,413 -0.4	38,372 2.6	39,664 3.4	39,293 -0.9	- -	- -	- -
13. Exports of goods and services	332,686 -1.2	326,165 -2.0	326,043 -0.0	337,030 3.4	348,946 3.5	- -	- -	- -
14. DEDUCT: Imports of goods and services	302,930 -0.4	301,867 -0.4	305,168 1.1	313,556 2.7	320,970 2.4	- -	- -	- -
15. Value of physical change in inventories:	2,779	9,434	7,575	1,646	2,128	-	-	-
16. Non-farm	2,742	9,535	7,418	1,511	2,054	-	-	-
17. Farm	-29	-47	211	150	56	-	-	-
18. Government	66	-54	-54	-14	18	-	-	-
19. Statistical discrepancy	-26	-859	772	1,339	1,919	-	-	-
20. Gross Domestic Product at market prices	551,497 0.9 3.7	557,779 1.1 4.6	559,961 0.4 1.6	566,280 1.1 4.6	576,280 1.8 7.3	- - -	- - -	- - -
21. Final domestic demand	518,988 1.3	524,906 1.1	530,739 1.1	539,820 1.7	544,258 0.8	- -	- -	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	254,290 1.3	255,151 0.3	258,307 1.2	260,856 1.0	263,350 1.0	265,552 0.8	267,422 0.7	271,350 1.5
2. Durable goods	36,733 2.9	36,596 -0.4	37,773 3.2	39,006 3.3	39,063 0.1	38,544 -1.3	39,180 1.7	39,892 1.8
3. Semi-durable goods	22,838 2.4	23,095 1.1	23,736 2.8	23,695 -0.2	23,814 0.5	24,171 1.5	23,869 -1.2	24,810 3.9
4. Non-durable goods	54,270 0.5	54,022 -0.5	54,082 0.1	54,258 0.3	54,538 0.5	55,174 1.2	55,500 0.6	56,358 1.5
5. Services	140,539 1.2	141,546 0.7	143,022 1.0	144,348 0.9	146,364 1.4	147,957 1.1	149,187 0.8	150,686 1.0
6. Government expenditure on goods and services:	91,440 0.6	91,784 0.4	91,122 -0.7	91,173 0.1	93,137 2.2	93,865 0.8	94,245 0.4	95,509 1.3
7. Current expenditure	79,005 1.3	79,642 0.8	79,160 -0.6	79,158 -0.0	80,799 2.1	81,120 0.4	81,225 0.1	82,070 1.0
8. Capital expenditure	12,471 -4.2	12,138 -2.7	11,947 -1.6	12,005 0.5	12,336 2.8	12,782 3.6	13,085 2.4	13,536 3.4
9. Business gross fixed capital formation:	72,341 -1.7	72,712 0.5	74,378 2.3	74,259 -0.2	75,615 1.8	76,484 1.1	78,719 2.9	79,708 1.3
10. Residential structures	24,978 -5.1	25,301 1.3	26,415 4.4	25,930 -1.8	25,956 0.1	26,088 0.5	26,485 1.5	26,189 -1.1
11. Non-residential structures	9,895 1.3	10,014 1.2	10,117 1.0	10,203 0.8	10,383 1.8	10,200 -1.8	10,076 -1.2	10,311 2.3
12. Machinery and equipment	37,526 0.6	37,343 -0.5	37,592 0.7	38,051 1.2	39,443 3.7	40,617 3.0	43,041 6.0	44,433 3.2
13. Exports of goods and services	315,393 0.5	325,439 3.2	324,820 -0.2	323,163 -0.5	322,182 -0.3	324,151 0.6	330,191 1.9	334,401 1.3
14. DEDUCT: Imports of goods and services	272,528 -0.5	272,836 0.1	280,055 2.6	284,740 1.7	284,375 -0.1	285,390 0.4	290,081 1.6	296,971 2.4
15. Value of physical change in inventories:	-2,200	-6,832	5,154	12,354	9,251	6,587	3,535	1,509
16. Non-farm	-2,574	-7,096	4,852	11,963	8,816	6,183	3,546	1,671
17. Farm	375	157	275	496	435	380	-1	-190
18. Government	-0	107	27	-105	0	23	-9	28
19. Statistical discrepancy	-773	461	212	220	-188	-87	-93	405
20. Gross Domestic Product at market prices	457,996 0.5 1.9	465,908 1.7 7.1	473,904 1.7 7.0	477,258 0.7 2.9	478,952 0.4 1.4	481,131 0.5 1.8	483,830 0.6 2.3	485,801 0.4 1.6
21. Final domestic demand	418,103 0.7	419,677 0.4	423,773 1.0	426,261 0.6	432,082 1.4	435,870 0.9	440,277 1.0	446,458 1.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	272,397 0.4	274,767 0.9	278,266 1.3	282,010 1.3	283,320 0.5	-	-	-
2. Durable goods	40,413 1.3	40,264 -0.4	41,684 3.5	43,194 3.6	43,354 0.4	-	-	-
3. Semi-durable goods	25,354 2.2	25,749 1.6	26,186 1.7	26,592 1.6	26,451 -0.5	-	-	-
4. Non-durable goods	55,074 -2.3	55,764 1.3	55,912 0.3	55,763 -0.3	55,809 0.1	-	-	-
5. Services	152,297 1.1	153,636 0.9	155,414 1.2	157,731 1.5	158,965 0.8	-	-	-
6. Government expenditure on goods and services:	97,547 2.1	97,821 0.3	97,921 0.1	99,162 1.3	99,730 0.6	-	-	-
7. Current expenditure	83,913 2.2	84,190 0.3	84,361 0.2	85,549 1.4	86,202 0.8	-	-	-
8. Capital expenditure	13,723 1.4	13,716 -0.1	13,633 -0.6	13,674 0.3	13,570 -0.8	-	-	-
9. Business gross fixed capital formation:	81,482 2.2	81,398 -0.1	82,265 1.1	83,980 2.1	83,518 -0.6	-	-	-
10. Residential structures	27,002 3.1	26,181 -3.0	25,927 -1.0	26,165 0.9	26,288 0.5	-	-	-
11. Non-residential structures	10,737 4.1	10,938 1.9	11,085 1.3	11,385 2.7	11,427 0.4	-	-	-
12. Machinery and equipment	44,720 0.6	45,673 2.1	47,039 3.0	48,433 3.0	47,524 -1.9	-	-	-
13. Exports of goods and services	330,863 -1.1	325,433 -1.6	321,458 -1.2	331,287 3.1	339,133 2.4	-	-	-
14. DEDUCT: Imports of goods and services	295,801 -0.4	294,838 -0.3	297,302 0.8	305,433 2.7	309,988 1.5	-	-	-
15. Value of physical change in inventories:	2,654	7,027	7,891	2,247	366	-	-	-
16. Non-farm	2,512	6,971	7,831	2,138	353	-	-	-
17. Farm	99	91	93	117	2	-	-	-
18. Government	42	-36	-34	-8	10	-	-	-
19. Statistical discrepancy	-23	-756	677	1,169	1,657	-	-	-
20. Gross Domestic Product at market prices	489,011 0.7 2.7	490,756 0.4 1.4	491,032 0.1 0.2	494,243 0.7 2.6	497,600 0.7 2.7	-	-	-
21. Final domestic demand	451,319 1.1	453,890 0.6	458,307 1.0	464,973 1.5	466,433 0.3	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1.	Wages, salaries and supplementary labour income (national basis)	266,648 1.6	270,599 1.5	273,612 1.1	275,931 0.8	279,587 1.3	284,116 1.6	288,173 1.4	291,187 1.0
2.	Net income of unincorporated business *	33,578 2.3	34,170 1.8	34,380 0.6	34,496 0.3	34,539 0.1	34,528 -0.0	34,563 0.1	34,557 -0.0
3.	Interest, dividends and miscellaneous investment income	43,848 2.3	44,974 2.6	45,076 0.2	45,807 1.6	46,440 1.4	46,694 0.5	47,777 2.3	48,693 1.9
4.	Current transfers from government, corporations and non-residents	48,205 1.9	48,488 0.6	48,892 0.8	49,437 1.1	49,325 -0.2	50,043 1.5	50,842 1.6	51,182 0.7
5.	Equals: Personal income	392,279 1.7	398,231 1.5	401,960 0.9	405,671 0.9	409,891 1.0	415,381 1.3	421,355 1.4	425,619 1.0
6.	Deduct: Personal direct taxes	63,089 1.3	63,332 0.4	65,138 2.9	66,291 1.8	67,999 2.6	70,334 3.4	71,699 1.9	73,106 2.0
7.	Other current transfers to government	27,717 0.2	27,565 -0.5	27,665 0.4	27,631 -0.1	28,348 2.6	28,870 1.8	29,118 0.9	29,106 -0.0
8.	Equals: Personal disposable income	301,473 2.0	307,334 1.9	309,157 0.6	311,749 0.8	313,544 0.6	316,177 0.8	320,538 1.4	323,407 0.9
9.	Deduct: Personal expenditure on consumer goods and services	283,991 2.0	286,880 1.0	290,610 1.3	295,214 1.6	298,707 1.2	302,437 1.2	305,836 1.1	310,636 1.6
10.	Current transfers to corporations	5,457 1.3	5,556 1.8	5,550 -0.1	5,729 3.2	5,992 4.6	6,098 1.8	6,224 2.1	6,387 2.6
11.	Current transfers to non-residents	1,297 3.8	1,336 3.0	1,368 2.4	1,380 0.9	1,454 5.4	1,551 6.7	1,604 3.4	1,522 -5.1
12.	Equals: Personal saving	10,728 1.8	13,562 26.4	11,629 -14.3	9,426 -18.9	7,391 -21.6	6,091 -17.6	6,874 12.9	4,862 -29.3
13.	Personal saving rate (percent)	3.6	4.4	3.8	3.0	2.4	1.9	2.1	1.5
14.	Real personal disposable income ** (millions of chained (1997) dollars)	269,943 1.3	273,342 1.3	274,792 0.5	275,466 0.2	276,431 0.4	277,616 0.4	280,278 1.0	282,505 0.8
15.	Population (thousands)	12,327 0.1	12,365 0.3	12,417 0.4	12,465 0.4	12,475 0.1	12,508 0.3	12,559 0.4	12,606 0.4
16.	Personal disposable income per capita (dollars)	24,456 1.8	24,855 1.6	24,898 0.2	25,009 0.4	25,133 0.5	25,277 0.6	25,523 1.0	25,654 0.5
17.	Real personal disposable income per capita (chained (1997) dollars)	21,898 1.2	22,106 0.9	22,131 0.1	22,098 -0.1	22,158 0.3	22,194 0.2	22,317 0.6	22,410 0.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1.	Wages, salaries and supplementary labour income (national basis)	293,632 0.8	296,813 1.1	299,871 1.0	304,461 1.5	308,529 1.3	- -	- -	- -
2.	Net income of unincorporated business *	34,633 0.2	34,705 0.2	34,785 0.2	34,951 0.5	35,624 1.9	- -	- -	- -
3.	Interest, dividends and miscellaneous investment income	49,891 2.5	51,519 3.3	52,071 1.1	53,355 2.5	55,005 3.1	- -	- -	- -
4.	Current transfers from government, corporations and non-residents	53,882 5.3	51,600 -4.2	52,828 2.4	53,192 0.7	53,997 1.5	- -	- -	- -
5.	Equals: Personal income	432,038 1.5	434,637 0.6	439,555 1.1	445,959 1.5	453,155 1.6	- -	- -	- -
6.	Deduct: Personal direct taxes	73,853 1.0	72,853 -1.4	73,675 1.1	75,619 2.6	77,346 2.3	- -	- -	- -
7.	Other current transfers to government	29,146 0.1	29,555 1.4	29,646 0.3	29,710 0.2	29,816 0.4	- -	- -	- -
8.	Equals: Personal disposable income	329,039 1.7	332,229 1.0	336,234 1.2	340,630 1.3	345,993 1.6	- -	- -	- -
9.	Deduct: Personal expenditure on consumer goods and services	313,212 0.8	317,096 1.2	320,716 1.1	324,793 1.3	328,590 1.2	- -	- -	- -
10.	Current transfers to corporations	6,614 3.6	6,929 4.8	7,164 3.4	7,300 1.9	7,395 1.3	- -	- -	- -
11.	Current transfers to non-residents	1,559 2.4	1,562 0.2	1,565 0.2	1,620 3.5	1,662 2.6	- -	- -	- -
12.	Equals: Personal saving	7,654 57.4	6,642 -13.2	6,789 2.2	6,917 1.9	8,346 20.7	- -	- -	- -
13.	Personal saving rate (percent)	2.3	2.0	2.0	2.0	2.4	-	-	-
14.	Real personal disposable income ** (millions of chained (1997) dollars)	286,162 1.3	287,880 0.6	291,730 1.3	295,761 1.4	298,325 0.9	- -	- -	- -
15.	Population (thousands)	12,614 0.1	12,644 0.2	12,687 0.3	12,722 0.3	12,726 0.0	- -	- -	- -
16.	Personal disposable income per capita (dollars)	26,085 1.7	26,276 0.7	26,502 0.9	26,775 1.0	27,187 1.5	- -	- -	- -
17.	Real personal disposable income per capita (chained (1997) dollars)	22,686 1.2	22,769 0.4	22,994 1.0	23,248 1.1	23,442 0.8	- -	- -	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Exports of goods and services	317,850 1.8	335,024 5.4	331,723 -1.0	322,542 -2.8	323,662 0.3	327,800 1.3	331,414 1.1	336,636 1.6
2. Of which: International	222,313 2.1	239,158 7.6	235,483 -1.5	226,129 -4.0	226,783 0.3	230,544 1.7	234,136 1.6	239,501 2.3
3. Of which: Interprovincial	95,537 1.0	95,866 0.3	96,240 0.4	96,412 0.2	96,879 0.5	97,256 0.4	97,278 0.0	97,135 -0.1
4. Imports of goods and services	276,520 1.3	286,377 3.6	290,224 1.3	285,539 -1.6	289,174 1.3	295,913 2.3	298,200 0.8	304,016 2.0
5. Trade balance	41,330	48,648	41,500	37,003	34,488	31,887	33,214	32,620

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Exports of goods and services	332,686 -1.2	326,165 -2.0	326,043 -0.0	337,030 3.4	348,946 3.5	-	-	-
2. Of which: International	233,565 -2.5	226,026 -3.2	224,917 -0.5	235,569 4.7	246,008 4.4	-	-	-
3. Of which: Interprovincial	99,121 2.0	100,139 1.0	101,126 1.0	101,462 0.3	102,938 1.5	-	-	-
4. Imports of goods and services	302,930 -0.4	301,867 -0.4	305,168 1.1	313,556 2.7	320,970 2.4	-	-	-
5. Trade balance	29,756	24,298	20,875	23,475	27,976	-	-	-

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	111.7 0.6	112.4 0.7	112.5 0.1	113.2 0.6	113.4 0.2	113.9 0.4	114.4 0.4	114.5 0.1
2. Durable goods	97.0 -0.7	97.5 0.5	96.7 -0.8	96.9 0.2	96.7 -0.2	96.1 -0.6	96.2 0.1	96.1 -0.2
3. Semi-durable goods	104.4 0.1	104.0 -0.4	102.9 -1.0	103.3 0.3	102.0 -1.2	102.2 0.2	102.4 0.1	102.9 0.5
4. Non-durable goods	122.2 1.4	124.1 1.6	125.5 1.1	127.5 1.6	128.9 1.1	129.7 0.7	131.6 1.4	131.3 -0.2
5. Services	112.5 0.7	113.1 0.5	113.1 -0.0	113.4 0.3	113.7 0.2	114.3 0.5	114.4 0.1	114.7 0.2
6. Government expenditure on goods and services:	113.9 0.3	114.1 0.2	115.7 1.4	116.4 0.6	116.8 0.3	119.1 2.0	119.5 0.3	119.5 -0.0
7. Current expenditure	115.8 0.3	115.6 -0.2	117.2 1.4	117.9 0.6	118.5 0.5	121.0 2.2	121.4 0.3	121.3 -0.1
8. Capital expenditure	101.8 0.7	104.5 2.6	106.1 1.5	107.0 0.9	105.9 -1.0	106.8 0.9	107.4 0.6	107.7 0.2
9. Business gross fixed capital formation:	107.1 0.8	109.1 1.8	108.8 -0.3	108.5 -0.3	109.0 0.5	110.0 0.9	110.1 0.0	110.2 0.1
10. Residential structures	128.2 2.7	130.8 2.0	131.5 0.5	132.7 0.9	133.8 0.8	135.8 1.5	137.4 1.2	138.8 1.0
11. Non-residential structures	122.7 1.8	125.2 2.0	127.5 1.8	129.6 1.7	131.1 1.1	132.6 1.2	134.6 1.5	136.2 1.2
12. Machinery and equipment	88.8 -1.5	90.1 1.6	88.5 -1.8	86.5 -2.2	86.5 0.0	86.7 0.2	85.2 -1.7	84.2 -1.2
13. Exports of goods and services	100.8 1.2	102.9 2.1	102.1 -0.8	99.8 -2.3	100.5 0.7	101.1 0.7	100.4 -0.7	100.7 0.3
14. DEDUCT: Imports of goods and services	101.5 1.8	105.0 3.4	103.6 -1.3	100.3 -3.2	101.7 1.4	103.7 2.0	102.8 -0.9	102.4 -0.4
15. Gross Domestic Product at market prices	110.0 0.9 3.6	110.6 0.6 2.3	110.4 -0.2 -0.7	111.0 0.6 2.2	111.1 0.1 0.2	111.3 0.2 0.9	112.3 0.9 3.5	112.5 0.2 0.7
16. Final domestic demand	111.4 0.6	112.2 0.8	112.6 0.3	113.1 0.4	113.4 0.3	114.4 0.8	114.7 0.3	114.8 0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	115.0 0.4	115.4 0.4	115.3 -0.1	115.2 -0.1	116.0 0.7	-	-	-
2. Durable goods	95.8 -0.3	94.8 -1.0	93.9 -1.0	93.3 -0.7	93.2 -0.1	-	-	-
3. Semi-durable goods	101.2 -1.6	100.8 -0.4	99.1 -1.7	98.7 -0.4	98.9 0.2	-	-	-
4. Non-durable goods	133.9 2.0	135.3 1.0	134.4 -0.6	133.1 -1.0	135.4 1.7	-	-	-
5. Services	115.0 0.3	115.6 0.5	116.1 0.5	116.7 0.5	117.3 0.5	-	-	-
6. Government expenditure on goods and services:	118.6 -0.8	120.8 1.9	121.8 0.8	123.0 0.9	122.9 -0.1	-	-	-
7. Current expenditure	120.1 -0.9	122.6 2.0	123.6 0.8	124.8 1.0	124.5 -0.2	-	-	-
8. Capital expenditure	108.3 0.6	109.4 1.0	110.3 0.8	110.8 0.4	112.1 1.2	-	-	-
9. Business gross fixed capital formation:	110.6 0.4	110.1 -0.4	110.3 0.2	110.9 0.5	111.5 0.6	-	-	-
10. Residential structures	140.3 1.0	142.1 1.3	143.0 0.7	143.7 0.5	143.6 -0.1	-	-	-
11. Non-residential structures	136.8 0.4	137.2 0.3	138.1 0.6	139.2 0.8	140.7 1.1	-	-	-
12. Machinery and equipment	84.0 -0.3	81.9 -2.5	81.6 -0.4	81.9 0.4	82.7 1.0	-	-	-
13. Exports of goods and services	100.6 -0.1	100.2 -0.3	101.4 1.2	101.7 0.3	102.9 1.1	-	-	-
14. DEDUCT: Imports of goods and services	102.4 0.0	102.4 -0.0	102.6 0.3	102.7 0.0	103.5 0.9	-	-	-
15. Gross Domestic Product at market prices	112.8 0.2 1.0	113.7 0.8 3.2	114.0 0.3 1.3	114.6 0.5 1.9	115.8 1.1 4.4	-	-	-
16. Final domestic demand	115.0 0.2	115.6 0.6	115.8 0.1	116.1 0.3	116.7 0.5	-	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2003	2004	2005	2006
1. Wages, salaries and supplementary labour income (domestic basis)	262,261 4.4	275,843 5.2	289,247 4.9	302,344 4.5
2. Corporation profits before taxes	57,481 -4.9	64,479 12.2	64,161 -0.5	66,167 3.1
3. Interest and miscellaneous investment income	17,460 6.9	17,698 1.4	19,703 11.3	19,908 1.0
4. Net income of unincorporated business *	32,746 1.9	34,156 4.3	34,547 1.1	34,769 0.6
5. Inventory valuation adjustment	2,158	-926	-461	-931
6. Indirect taxes less subsidies	60,647 -0.9	64,919 7.0	68,200 5.1	70,639 3.6
7. Capital consumption allowances	59,908 3.8	61,919 3.4	64,017 3.4	66,291 3.6
8. Statistical discrepancy	755	-35	-11	-306
9. Gross Domestic Product at market prices	493,416 3.3	518,053 5.0	539,403 4.1	558,879 3.6

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	276,639 4.6	289,174 4.5	304,404 5.3	318,954 4.8
2. Durable goods	36,312 0.6	36,405 0.3	37,717 3.6	39,083 3.6
3. Semi-durable goods	23,474 2.0	24,194 3.1	24,745 2.3	25,956 4.9
4. Non-durable goods	64,197 7.2	67,623 5.3	72,229 6.8	74,630 3.3
5. Services	152,656 4.9	160,952 5.4	169,713 5.4	179,285 5.6
6. Government expenditure on goods and services:	100,493 8.2	105,127 4.6	111,837 6.4	118,766 6.2
7. Current expenditure	87,712 7.3	92,400 5.3	97,997 6.1	103,749 5.9
8. Capital expenditure	12,781 15.5	12,727 -0.4	13,840 8.7	15,017 8.5
9. Business gross fixed capital formation:	75,063 3.2	79,560 6.0	85,267 7.2	90,893 6.6
10. Residential structures	30,536 8.0	33,570 9.9	35,722 6.4	37,431 4.8
11. Non-residential structures	12,004 1.7	12,704 5.8	13,687 7.7	15,211 11.1
12. Machinery and equipment	32,523 -0.3	33,286 2.3	35,858 7.7	38,251 6.7
13. Exports of goods and services	311,083 -3.6	326,785 5.0	329,878 0.9	330,481 0.2
14. DEDUCT: Imports of goods and services	270,553 -1.7	284,665 5.2	296,826 4.3	305,880 3.1
15. Value of physical change in inventories:	1,446	2,037	4,831	5,358
16. Non-farm	1,459	1,847	4,841	5,301
17. Farm	-19	177	-25	71
18. Government	6	13	14	-14
19. Statistical discrepancy	-755	35	11	306
20. Gross Domestic Product at market prices	493,416 3.3	518,053 5.0	539,403 4.1	558,879 3.6
21. Final domestic demand	452,195 5.1	473,861 4.8	501,509 5.8	528,613 5.4

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 9

Millions of chained (1997) dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	249,433 3.1	257,151 3.1	266,919 3.8	276,860 3.7
2. Durable goods	37,047 1.1	37,527 1.3	39,170 4.4	41,389 5.7
3. Semi-durable goods	22,598 2.9	23,341 3.3	24,166 3.5	25,970 7.5
4. Non-durable goods	53,111 3.2	54,158 2.0	55,392 2.3	55,628 0.4
5. Services	136,916 3.7	142,364 4.0	148,549 4.3	154,769 4.2
6. Government expenditure on goods and services:	88,791 5.5	91,380 2.9	94,189 3.1	98,113 4.2
7. Current expenditure	76,488 4.2	79,241 3.6	81,303 2.6	84,503 3.9
8. Capital expenditure	12,378 15.4	12,140 -1.9	12,935 6.5	13,686 5.8
9. Business gross fixed capital formation:	70,404 3.8	73,422 4.3	77,632 5.7	82,281 6.0
10. Residential structures	24,864 2.7	25,656 3.2	26,179 2.0	26,319 0.5
11. Non-residential structures	10,104 -1.4	10,057 -0.5	10,243 1.8	11,036 7.8
12. Machinery and equipment	35,128 6.7	37,628 7.1	41,883 11.3	46,466 10.9
13. Exports of goods and services	306,278 -0.5	322,204 5.2	327,731 1.7	327,260 -0.1
14. DEDUCT: Imports of goods and services	261,639 3.5	277,540 6.1	289,204 4.2	298,343 3.2
15. Value of physical change in inventories:	2,936	2,119	5,221	4,955
16. Non-farm	2,886	1,786	5,054	4,863
17. Farm	53	325	156	100
18. Government	-3	7	11	-9
19. Statistical discrepancy	-688	30	9	267
20. Gross Domestic Product at market prices	455,538 1.2	468,767 2.9	482,429 2.9	491,261 1.8
21. Final domestic demand	408,651 3.8	421,954 3.3	438,672 4.0	457,122 4.2

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2003	2004	2005	2006
1. Wages, salaries and supplementary labour income (national basis)	258,627 4.2	271,698 5.1	285,766 5.2	298,694 4.5
2. Net income of unincorporated business *	32,746 1.9	34,156 4.3	34,547 1.1	34,769 0.6
3. Interest, dividends and miscellaneous investment income	43,074 -1.6	44,926 4.3	47,401 5.5	51,709 9.1
4. Current transfers from government, corporations and non-residents	46,759 3.4	48,756 4.3	50,348 3.3	52,876 5.0
5. Equals: Personal income	381,205 3.2	399,535 4.8	418,062 4.6	438,047 4.8
6. Deduct: Personal direct taxes	59,637 0.3	64,463 8.1	70,785 9.8	74,000 4.5
7. Other current transfers to government	27,131 5.2	27,645 1.9	28,861 4.4	29,514 2.3
8. Equals: Personal disposable income	294,438 3.6	307,428 4.4	318,417 3.6	334,533 5.1
9. Deduct: Personal expenditure on consumer goods and services	276,639 4.6	289,174 4.5	304,404 5.3	318,954 4.8
10. Current transfers to corporations	5,245 12.7	5,573 6.3	6,175 10.8	7,002 13.4
11. Current transfers to non-residents	1,230 -6.4	1,345 9.4	1,533 13.9	1,577 2.9
12. Equals: Personal saving	11,323 -17.3	11,336 0.1	6,305 -44.4	7,001 11.0
13. Personal saving rate (percent)	3.8	3.7	2.0	2.1
14. Real personal disposable income ** (millions of chained (1997) dollars)	265,481 2.2	273,386 3.0	279,208 2.1	290,383 4.0
15. Population (thousands)	12,263 1.3	12,417 1.3	12,559 1.1	12,687 1.0
16. Personal disposable income per capita (dollars)	24,011 2.3	24,759 3.1	25,354 2.4	26,368 4.0
17. Real personal disposable income per capita (chained (1997) dollars)	21,650 0.8	22,017 1.7	22,232 1.0	22,888 3.0

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 11***Millions of dollars*

	2003	2004	2005	2006
1. Exports of goods and services	311,083 -3.6	326,785 5.0	329,878 0.9	330,481 0.2
2. Of which: International	218,524 -6.6	230,771 5.6	232,741 0.9	230,019 -1.2
3. Of which: Interprovincial	92,559 4.2	96,014 3.7	97,137 1.2	100,462 3.4
4. Imports of goods and services	270,553 -1.7	284,665 5.2	296,826 4.3	305,880 3.1
5. Trade balance	40,530	42,120	33,052	24,601

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	110.9 1.4	112.4 1.4	114.0 1.4	115.2 1.0
2. Durable goods	98.0 -0.5	97.0 -1.0	96.3 -0.7	94.5 -1.9
3. Semi-durable goods	103.9 -0.9	103.7 -0.2	102.4 -1.2	100.0 -2.4
4. Non-durable goods	120.9 3.8	124.9 3.3	130.4 4.4	134.2 2.9
5. Services	111.5 1.3	113.1 1.4	114.2 1.1	115.8 1.4
6. Government expenditure on goods and services:	113.2 2.6	115.0 1.7	118.7 3.2	121.0 1.9
7. Current expenditure	114.7 3.0	116.6 1.7	120.5 3.4	122.8 1.9
8. Capital expenditure	103.3 0.2	104.9 1.5	107.0 2.0	109.7 2.6
9. Business gross fixed capital formation:	106.6 -0.6	108.4 1.6	109.8 1.4	110.5 0.6
10. Residential structures	122.7 5.1	130.8 6.6	136.4 4.3	142.2 4.2
11. Non-residential structures	118.8 3.1	126.3 6.3	133.6 5.8	137.8 3.1
12. Machinery and equipment	92.7 -6.4	88.5 -4.5	85.7 -3.2	82.3 -3.9
13. Exports of goods and services	101.6 -3.1	101.4 -0.2	100.7 -0.7	101.0 0.3
14. DEDUCT: Imports of goods and services	103.5 -4.9	102.6 -0.9	102.6 0.1	102.5 -0.1
15. Gross Domestic Product at market prices	108.3 2.1	110.5 2.0	111.8 1.2	113.8 1.7
16. Final domestic demand	110.7 1.3	112.3 1.5	114.3 1.8	115.6 1.2

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Goods Producing Industries	125,831 -0.9	126,836 0.8	129,010 1.7	128,950 -0.0	128,802 -0.1	128,277 -0.4	128,546 0.2	128,244 -0.2
2. Primary	7,185 1.5	7,415 3.2	7,453 0.5	7,693 3.2	7,678 -0.2	7,833 2.0	7,779 -0.7	7,425 -4.6
3. Agriculture, Forestry, Fishing & Hunting	4,443 1.9	4,575 3.0	4,557 -0.4	4,845 6.3	4,820 -0.5	4,942 2.5	4,937 -0.1	4,747 -3.9
4. Mining	2,745 1.1	2,848 3.7	2,908 2.1	2,864 -1.5	2,870 0.2	2,901 1.1	2,849 -1.8	2,681 -5.9
5. Utilities	9,837 3.8	9,745 -0.9	10,259 5.3	10,942 6.7	10,742 -1.8	10,384 -3.3	10,539 1.5	10,469 -0.7
6. Electric Power	7,923 3.4	7,797 -1.6	8,237 5.6	8,860 7.6	8,693 -1.9	8,396 -3.4	8,501 1.2	8,487 -0.2
7. Natural Gas, Water and Other	1,947 5.9	1,986 2.0	2,068 4.1	2,137 3.3	2,090 -2.2	2,017 -3.5	2,056 1.9	1,987 -3.4
8. Construction	22,116 -2.7	21,874 -1.1	22,224 1.6	22,225 0.0	22,139 -0.4	22,425 1.3	22,722 1.3	22,961 1.0
9. Residential Buildings	9,089 -4.6	9,060 -0.3	9,446 4.3	9,296 -1.6	9,197 -1.1	9,365 1.8	9,417 0.6	9,313 -1.1
10. Non-Residential Buildings and Engineering	13,027 -1.3	12,815 -1.6	12,777 -0.3	12,929 1.2	12,942 0.1	13,060 0.9	13,306 1.9	13,648 2.6
11. Manufacturing	86,731 -1.1	87,883 1.3	89,199 1.5	88,258 -1.1	88,390 0.1	87,760 -0.7	87,610 -0.2	87,473 -0.2
12. Food, Beverage, & Tobacco Products	9,545 -0.1	9,706 1.7	9,863 1.6	9,748 -1.2	9,779 0.3	10,000 2.3	10,104 1.0	9,855 -2.5
13. Textile, Clothing, & Leather Products	1,682 -4.2	1,599 -4.9	1,490 -6.8	1,418 -4.8	1,492 5.2	1,416 -5.1	1,435 1.4	1,451 1.1
14. Wood Products and Furniture	4,568 -2.5	4,501 -1.5	4,476 -0.6	4,614 3.1	4,611 -0.1	4,539 -1.6	4,450 -2.0	4,391 -1.3
15. Paper Products and Printing	6,265 -4.0	6,198 -1.1	6,222 0.4	6,015 -3.3	6,059 0.7	6,108 0.8	6,196 1.4	6,095 -1.6
16. Chemical and Petroleum Products	9,166 -1.0	8,915 -2.7	9,059 1.6	8,811 -2.7	8,745 -0.8	8,894 1.7	8,820 -0.8	8,756 -0.7
17. Plastic and Rubber Products	5,718 -1.9	5,773 1.0	5,672 -1.7	5,657 -0.3	5,497 -2.8	5,399 -1.8	5,347 -1.0	5,463 2.2
18. Primary Metal & Fabricated Metal Products	12,383 -4.9	12,854 3.8	13,051 1.5	12,825 -1.7	12,836 0.1	12,704 -1.0	12,157 -4.3	12,159 0.0
19. Machinery	5,690 -3.8	5,726 0.6	5,768 0.7	5,575 -3.3	5,735 2.9	5,832 1.7	5,726 -1.8	5,989 4.6

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
20. Electrical and Electronic Products	7,574 -1.3	7,676 1.3	8,054 4.9	8,029 -0.3	8,333 3.8	8,375 0.5	8,233 -1.7	8,391 1.9
21. Transportation Equipment	19,798 2.0	20,096 1.5	20,554 2.3	20,220 -1.6	20,182 -0.2	19,849 -1.7	20,555 3.6	20,739 0.9
22. Auto Industry (Vehicles & Parts)	18,343 2.5	18,633 1.6	19,117 2.6	18,660 -2.4	18,672 0.1	18,372 -1.6	19,030 3.6	19,224 1.0
23. Other Transportation Equipment	1,455 -3.6	1,463 0.5	1,436 -1.8	1,559 8.6	1,510 -3.2	1,477 -2.2	1,525 3.3	1,516 -0.6
24. Other Manufacturing	4,155 -0.8	4,355 4.8	4,209 -3.4	4,266 1.3	4,280 0.3	4,050 -5.4	4,237 4.6	4,075 -3.8
25. Services Producing Industries	297,930 1.1	301,884 1.3	303,258 0.5	305,088 0.6	307,682 0.9	310,899 1.0	314,199 1.1	316,644 0.8
26. Wholesale Trade	29,084 -0.2	30,175 3.8	30,500 1.1	30,892 1.3	31,173 0.9	32,122 3.0	32,603 1.5	33,381 2.4
27. Retail Trade	23,359 2.1	23,484 0.5	24,135 2.8	24,563 1.8	24,786 0.9	24,906 0.5	24,875 -0.1	24,941 0.3
28. Transportation and Warehousing	16,873 0.2	16,902 0.2	16,892 -0.1	16,849 -0.3	16,998 0.9	17,188 1.1	17,559 2.2	17,603 0.3
29. Information & Culture (including Telecommunications)	17,668 0.2	17,886 1.2	17,706 -1.0	17,632 -0.4	17,874 1.4	18,201 1.8	18,720 2.9	18,796 0.4
30. Finance, Insurance, Real Estate, Rental & Leasing	93,282 1.2	94,618 1.4	94,832 0.2	95,774 1.0	97,036 1.3	97,570 0.6	98,707 1.2	99,310 0.6
31. Professional and Administrative Services	32,720 1.9	33,456 2.2	33,796 1.0	34,167 1.1	34,059 -0.3	34,618 1.6	34,826 0.6	34,860 0.1
32. Education	18,131 2.4	18,580 2.5	18,112 -2.5	18,108 -0.0	18,580 2.6	18,813 1.3	18,965 0.8	19,077 0.6
33. Health Care and Social Services	23,122 0.3	23,179 0.2	23,336 0.7	23,298 -0.2	23,273 -0.1	23,440 0.7	23,714 1.2	23,810 0.4
34. Arts, Entertainment & Recreation	3,873 -1.1	3,835 -1.0	3,796 -1.0	3,729 -1.8	3,699 -0.8	3,743 1.2	3,801 1.6	3,903 2.7
35. Accommodation and Food	8,265 1.5	8,333 0.8	8,520 2.2	8,671 1.8	8,591 -0.9	8,523 -0.8	8,419 -1.2	8,395 -0.3
36. Other Services	10,176 1.1	10,181 0.0	10,099 -0.8	10,209 1.1	10,291 0.8	10,329 0.4	10,399 0.7	10,400 0.0
37. Public Administration	21,700 1.6	21,620 -0.4	21,937 1.5	21,637 -1.4	21,827 0.9	22,013 0.9	22,244 1.0	22,860 2.8
38. Total Production	424,067 0.5	429,077 1.2	432,675 0.8	434,494 0.4	436,911 0.6	439,583 0.6	443,133 0.8	445,251 0.5
	2.0	4.8	3.4	1.7	2.2	2.5	3.3	1.9

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Goods Producing Industries	127,870 -0.3	126,091 -1.4	124,760 -1.1	124,572 -0.2	124,163 -0.3	-	-	-
2. Primary	7,536 1.5	7,519 -0.2	7,519 0.0	7,697 2.4	7,750 0.7	-	-	-
3. Agriculture, Forestry, Fishing & Hunting	4,754 0.2	4,803 1.0	4,825 0.5	4,941 2.4	5,028 1.7	-	-	-
4. Mining	2,792 4.2	2,737 -2.0	2,727 -0.4	2,800 2.7	2,747 -1.9	-	-	-
5. Utilities	10,310 -1.5	10,294 -0.2	10,265 -0.3	9,981 -2.8	9,922 -0.6	-	-	-
6. Electric Power	8,346 -1.7	8,375 0.4	8,339 -0.4	8,029 -3.7	7,986 -0.5	-	-	-
7. Natural Gas, Water and Other	1,983 -0.2	1,956 -1.4	1,982 1.3	2,026 2.2	2,009 -0.8	-	-	-
8. Construction	23,580 2.7	23,277 -1.3	23,260 -0.1	23,401 0.6	23,585 0.8	-	-	-
9. Residential Buildings	9,780 5.0	9,441 -3.5	9,334 -1.1	9,347 0.1	9,429 0.9	-	-	-
10. Non-Residential Buildings and Engineering	13,800 1.1	13,836 0.3	13,926 0.6	14,054 0.9	14,157 0.7	-	-	-
11. Manufacturing	86,483 -1.1	85,080 -1.6	83,835 -1.5	83,652 -0.2	82,962 -0.8	-	-	-
12. Food, Beverage, & Tobacco Products	9,791 -0.7	9,534 -2.6	9,637 1.1	9,441 -2.0	9,040 -4.2	-	-	-
13. Textile, Clothing, & Leather Products	1,382 -4.8	1,352 -2.2	1,228 -9.2	1,158 -5.6	1,227 6.0	-	-	-
14. Wood Products and Furniture	4,458 1.5	4,559 2.3	4,597 0.8	4,277 -7.0	4,255 -0.5	-	-	-
15. Paper Products and Printing	5,897 -3.2	5,658 -4.1	5,397 -4.6	5,312 -1.6	5,172 -2.6	-	-	-
16. Chemical and Petroleum Products	8,668 -1.0	8,677 0.1	8,513 -1.9	8,306 -2.4	8,243 -0.8	-	-	-
17. Plastic and Rubber Products	5,391 -1.3	5,072 -5.9	4,978 -1.9	4,936 -0.8	4,769 -3.4	-	-	-
18. Primary Metal & Fabricated Metal Products	12,032 -1.0	11,761 -2.3	11,580 -1.5	11,707 1.1	11,771 0.5	-	-	-
19. Machinery	6,069 1.3	5,705 -6.0	5,833 2.2	5,726 -1.8	5,685 -0.7	-	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
20. Electrical and Electronic Products	8,277 -1.4	8,105 -2.1	7,934 -2.1	8,376 5.6	8,476 1.2	-	-	-
21. Transportation Equipment	20,119 -3.0	20,293 0.9	19,858 -2.1	20,082 1.1	20,235 0.8	-	-	-
22. Auto Industry (Vehicles & Parts)	18,295 -4.8	18,129 -0.9	17,438 -3.8	17,423 -0.1	17,612 1.1	-	-	-
23. Other Transportation Equipment	1,600 5.6	1,715 7.2	1,747 1.9	1,763 0.9	1,742 -1.2	-	-	-
24. Other Manufacturing	4,438 8.9	4,441 0.1	4,395 -1.1	4,486 2.1	4,321 -3.7	-	-	-
25. Services Producing Industries	319,846 1.0	322,759 0.9	325,076 0.7	327,849 0.9	330,753 0.9	-	-	-
26. Wholesale Trade	34,297 2.7	34,618 0.9	34,890 0.8	34,428 -1.3	35,072 1.9	-	-	-
27. Retail Trade	25,185 1.0	25,594 1.6	26,115 2.0	26,510 1.5	26,513 0.0	-	-	-
28. Transportation and Warehousing	17,677 0.4	17,663 -0.1	17,712 0.3	17,608 -0.6	17,632 0.1	-	-	-
29. Information & Culture (including Telecommunications)	18,763 -0.2	18,728 -0.2	18,841 0.6	19,069 1.2	19,020 -0.3	-	-	-
30. Finance, Insurance, Real Estate, Rental & Leasing	99,869 0.6	101,042 1.2	102,438 1.4	104,176 1.7	105,539 1.3	-	-	-
31. Professional and Administrative Services	35,379 1.5	36,144 2.2	36,410 0.7	36,642 0.6	37,150 1.4	-	-	-
32. Education	19,234 0.8	19,357 0.6	19,066 -1.5	19,320 1.3	19,474 0.8	-	-	-
33. Health Care and Social Services	23,931 0.5	24,166 1.0	24,398 1.0	24,644 1.0	24,876 0.9	-	-	-
34. Arts, Entertainment & Recreation	3,840 -1.6	3,888 1.3	3,838 -1.3	4,002 4.3	4,072 1.7	-	-	-
35. Accommodation and Food	8,572 2.1	8,640 0.8	8,819 2.1	9,086 3.0	9,077 -0.1	-	-	-
36. Other Services	10,473 0.7	10,489 0.2	10,569 0.8	10,654 0.8	10,711 0.5	-	-	-
37. Public Administration	22,919 0.3	23,017 0.4	22,860 -0.7	22,883 0.1	22,865 -0.1	-	-	-
38. Total Production	447,881 0.6 2.4	449,181 0.3 1.2	450,333 0.3 1.0	453,084 0.6 2.5	455,584 0.6 2.2	-	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 14***Millions of chained (1997) dollars*

	2003	2004	2005	2006
1. Goods Producing Industries	125,040 -0.1	127,657 2.1	128,467 0.6	125,823 -2.1
2. Primary	7,045 -3.9	7,437 5.6	7,679 3.3	7,568 -1.5
3. Agriculture, Forestry, Fishing & Hunting	4,403 -0.8	4,605 4.6	4,862 5.6	4,831 -0.6
4. Mining	2,639 -8.6	2,841 7.7	2,825 -0.6	2,764 -2.2
5. Utilities	9,919 -0.9	10,196 2.8	10,534 3.3	10,213 -3.0
6. Electric Power	7,935 -1.9	8,204 3.4	8,519 3.8	8,272 -2.9
7. Natural Gas, Water and Other	2,032 3.2	2,034 0.1	2,037 0.1	1,987 -2.5
8. Construction	21,753 3.0	22,110 1.6	22,562 2.0	23,380 3.6
9. Residential Buildings	8,888 4.8	9,223 3.8	9,323 1.1	9,476 1.6
10. Non-Residential Buildings and Engineering	12,866 1.8	12,887 0.2	13,239 2.7	13,904 5.0
11. Manufacturing	86,432 -0.6	88,018 1.8	87,808 -0.2	84,763 -3.5
12. Food, Beverage, & Tobacco Products	9,362 -1.1	9,715 3.8	9,935 2.3	9,601 -3.4
13. Textile, Clothing, & Leather Products	1,625 -12.2	1,547 -4.8	1,449 -6.4	1,280 -11.6
14. Wood Products and Furniture	4,669 -5.4	4,540 -2.8	4,498 -0.9	4,473 -0.6
15. Paper Products and Printing	6,385 -1.3	6,175 -3.3	6,114 -1.0	5,566 -9.0
16. Chemical and Petroleum Products	8,893 3.0	8,988 1.1	8,804 -2.0	8,541 -3.0
17. Plastic and Rubber Products	5,826 -2.0	5,705 -2.1	5,427 -4.9	5,094 -6.1
18. Primary Metal & Fabricated Metal Products	12,849 -1.9	12,778 -0.6	12,464 -2.5	11,770 -5.6
19. Machinery	5,860 -3.2	5,690 -2.9	5,821 2.3	5,833 0.2

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2003	2004	2005	2006
20. Electrical and Electronic Products	7,970 3.6	7,833 -1.7	8,333 6.4	8,173 -1.9
21. Transportation Equipment	18,760 1.5	20,167 7.5	20,331 0.8	20,088 -1.2
22. Auto Industry (Vehicles & Parts)	17,404 1.6	18,688 7.4	18,825 0.7	17,821 -5.3
23. Other Transportation Equipment	1,356 0.4	1,478 9.0	1,507 1.9	1,707 13.2
24. Other Manufacturing	4,142 1.8	4,246 2.5	4,161 -2.0	4,440 6.7
25. Services Producing Industries	292,653 2.0	302,040 3.2	312,356 3.4	323,883 3.7
26. Wholesale Trade	28,641 4.4	30,163 5.3	32,320 7.2	34,558 6.9
27. Retail Trade	23,088 3.4	23,885 3.5	24,877 4.2	25,851 3.9
28. Transportation and Warehousing	16,467 -0.1	16,879 2.5	17,337 2.7	17,665 1.9
29. Information & Culture (including Telecommunications)	17,591 0.6	17,723 0.8	18,398 3.8	18,850 2.5
30. Finance, Insurance, Real Estate, Rental & Leasing	90,837 1.7	94,627 4.2	98,156 3.7	101,881 3.8
31. Professional and Administrative Services	32,761 3.1	33,535 2.4	34,591 3.1	36,144 4.5
32. Education	17,569 1.1	18,233 3.8	18,859 3.4	19,244 2.0
33. Health Care and Social Services	22,674 2.8	23,234 2.5	23,559 1.4	24,285 3.1
34. Arts, Entertainment & Recreation	3,802 0.6	3,808 0.2	3,787 -0.6	3,892 2.8
35. Accommodation and Food	8,265 -8.4	8,447 2.2	8,482 0.4	8,779 3.5
36. Other Services	10,010 1.9	10,166 1.6	10,355 1.9	10,547 1.8
37. Public Administration	21,227 4.9	21,723 2.3	22,236 2.4	22,920 3.1
38. Total Production	418,062 1.3	430,078 2.9	441,219 2.6	450,120 2.0

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics.fin@ontario.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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October 2007

**Ontario
Ministry
of Finance**

**Second Quarter
of 2007**
(April, May, June)

Ontario Economic Accounts



October 2007
Second Quarter of 2007
(April, May, June)

Ontario Economic Accounts



Ontario Ministry of Finance

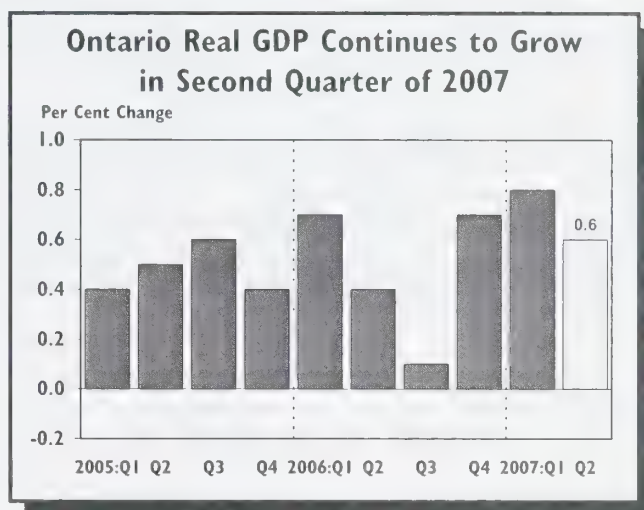
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SECOND QUARTER HIGHLIGHTS

- Ontario's **real Gross Domestic Product** grew 0.6% (2.3% annualized) in the second (April to June) quarter of 2007, following growth of 0.8% in the first quarter.

- Growth was boosted in the quarter by Ontario household and business investment spending and by a further build up in inventories. **Final domestic demand** increased by 0.7% in the second quarter, leading growth of the overall economy. **Net trade** dampened economic growth with the drop in real exports exceeding the decline in imports.



- Household spending was the largest source of GDP growth with **real consumer spending** up by a solid 0.8%. A 2.1% jump in real non-durable spending was an important contributor to the overall increase in personal consumption as household spending on food, beverages and motor fuels bounced back from a flat first quarter.
- A rebound in business capital spending also provided a source of growth for the economy in the quarter. **Real machinery and equipment investment spending** rebounded by a strong 2.1% while **real non residential construction investment** advanced 0.4%.
- Business inventory stocks** rose by \$1.5 billion (\$1997), up from a \$683 million accumulation in the first quarter.
- Real residential construction investment** declined 0.6% in the second quarter, after advancing 0.5% in the first quarter. Both new housing construction and home renovation activity moderated in the second quarter.
- Real exports** fell 0.9% in the second quarter, following a 1.4% first quarter increase. Automotive product exports along with machinery and equipment exports were the major areas of weakness. **Real imports** also declined in the second quarter, falling 0.6% after edging up 0.1% in the first quarter. Ontario's **net trade surplus** narrowed by \$1.4 billion to \$28.8 billion (\$1997).

- In **current dollars**, GDP grew by 1.9% in the second quarter, following a 1.6% increase in the first quarter. Economy-wide prices, as measured by the **GDP implicit price index**, rose 1.3%, following a 0.8% increase in the first quarter.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2005	2006	2006q3	2006q4	2007q1	2007q2
Real GDP (Chained \$ 1997)	2.9	1.8	0.1	0.7	0.8	0.6
(annualized rate)			0.2	2.6	3.2	2.3
Personal spending	3.8	3.7	1.3	1.3	0.3	0.8
Government spending	3.1	4.2	0.1	1.3	0.5	0.4
Residential construction	2.0	0.5	-1.0	0.9	0.5	-0.6
Non-residential construction	1.8	7.8	1.3	2.7	-0.1	0.4
Machinery & equipment	11.3	10.9	3.0	3.0	-2.1	2.1
Final Domestic Demand	4.0	4.2	1.0	1.5	0.1	0.7
Exports	1.7	-0.1	-1.2	3.1	1.4	-0.9
Imports	4.2	3.2	0.8	2.7	0.1	-0.6
Business inventories (Chained \$1997 billions)	5.1	4.9	7.8	2.1	0.7	1.5
Nominal GDP (\$ Current)	4.1	3.6	0.4	1.1	1.6	1.9
Corporate profits	-0.5	3.1	3.0	6.3	0.3	-0.5
Personal income	4.6	4.8	1.1	1.5	1.8	1.4
Disposable income	3.6	5.1	1.2	1.3	1.5	0.4
Implicit price index, GDP	1.2	1.7	0.3	0.5	0.8	1.3

Estimates for the 2003-2006 period reflect Statistics Canada's release of the preliminary Provincial Economic Accounts (PEA) as well as subsequent revisions to the National Income and Expenditure Accounts (NIEA).

DEMAND AND INCOMES

CONSUMER SPENDING GROWTH CONTINUES

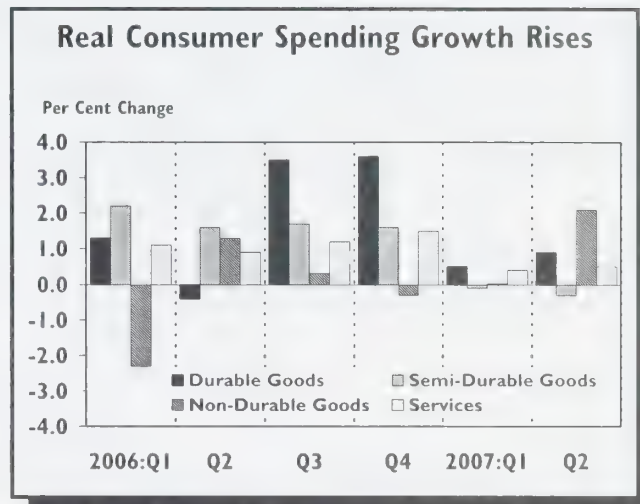
Real consumer spending grew by 0.8% in the second quarter of 2007, following a 0.3% first quarter gain. A 2.1% jump in **real non-durable spending** was a major source of growth as household spending on food, beverages and motor fuels bounced back following a flat first quarter.

Real spending on durable goods advanced 0.9%, led by a solid rebound in motor vehicle spending.

Overall consumer expenditures were tempered by slower **real semi-durable spending** which dropped 0.3% in the second quarter, following a 0.1% dip in the previous quarter. Spending on clothing and footwear declined 0.8%, after falling 0.4% in the first quarter.

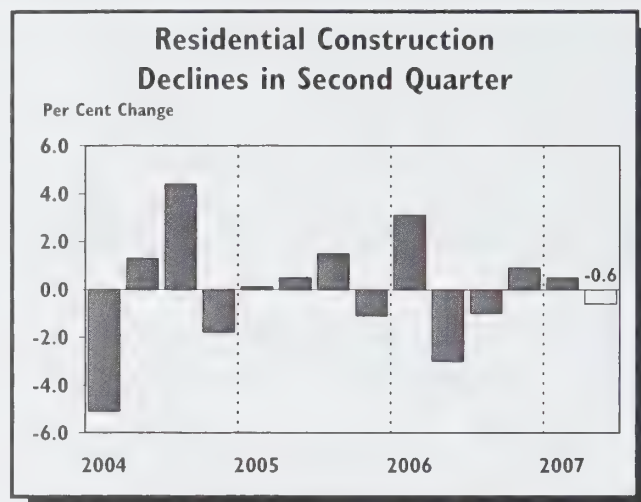
Real consumer spending on services increased by 0.5% in the second quarter, slightly stronger than the 0.4% first quarter advance.

Personal income (in current dollars) rose 1.4% in the second quarter, following a 1.8% increase in the previous quarter. Labour income, the largest component of household income grew by 1.3%, the same rate of growth as in the first quarter.



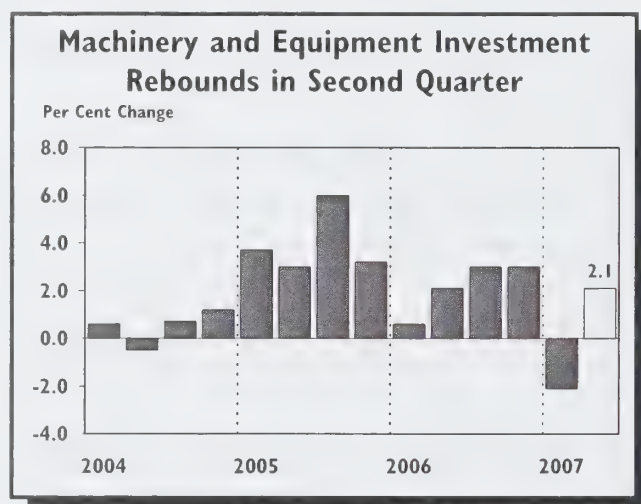
RESIDENTIAL CONSTRUCTION EASES

Real residential construction investment declined 0.6% in the second quarter, after advancing 0.5% in the first quarter. A 2.3% drop in new housing construction along with a 3.2% decline in home renovations more than offset a 7.9% surge in resale commissions and fees that was a reflection of a strong 6.1% increase in existing home sales.



BUSINESS INVESTMENT REBOUNDS

A rebound in business capital spending provided an important source of growth for the economy in the second quarter. After declining in the first quarter, business investment in **real machinery and equipment** rebounded 2.1%. The second quarter jump in business investment was aided by a sharp 6.7% appreciation in the Canadian dollar. As most of the machinery and equipment purchased in Ontario is imported, businesses have been able to take advantage of the strength in the dollar to purchase equipment at a lower price.



Business investment in **non-residential construction** also strengthened, rising 0.4% in the second quarter. The gain, which followed a small first quarter decline, resulted from increased spending on large capital projects in Ontario's utilities sector as well as healthy growth in new building construction.

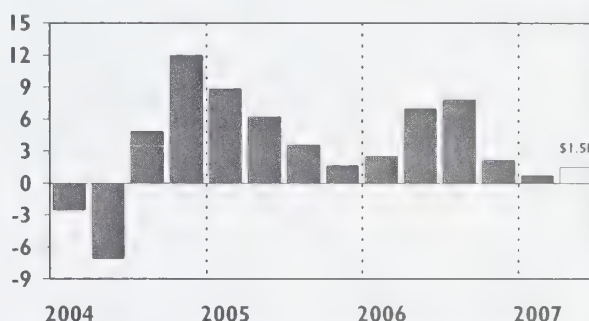
Ontario **corporate profits** on a national accounts basis, declined 0.5% in the second quarter, following a 0.3% gain in the previous quarter. The decrease was due in large part to lower earnings in the manufacturing sector and in the banking and insurance industries.

INVENTORIES CONTINUE TO RISE

Ontario businesses continued to modestly add to **inventories** in the quarter. Inventory stocks rose by \$1.5 billion (\$1997), up from a \$683 million accumulation in the first quarter. The second quarter gains were concentrated in the manufacturing sector with both non-auto and auto stocks rising. This build-up was tempered by a decline in motor vehicle stocks in the wholesale and retail sectors.

Business Inventory Accumulation Continues in Second Quarter

\$ Chained 1997 Billions



EXPORTS AND IMPORTS BOTH DECLINE

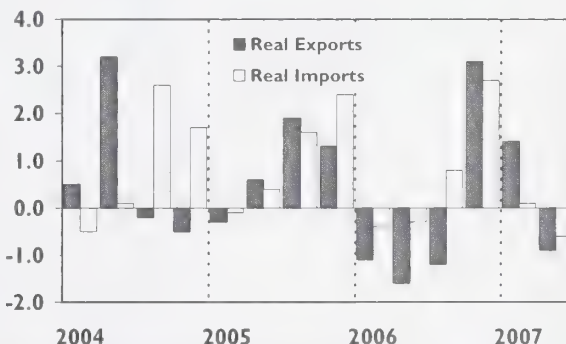
Real exports fell 0.9% in the quarter, after rising 1.4% in the first quarter. Exports of automotive products along with machinery and equipment were the major areas of weakness.

Real imports also declined in the second quarter, falling by 0.6% after edging up 0.1% in the first quarter. Lower imports of autos and machinery and equipment more than offset stronger imports of industrial goods and materials and consumer goods.

Ontario's **net trade surplus** narrowed by \$1.4 billion to \$28.8 billion (\$1997) in the second quarter.

Trade Slows in Second Quarter

Per Cent Change



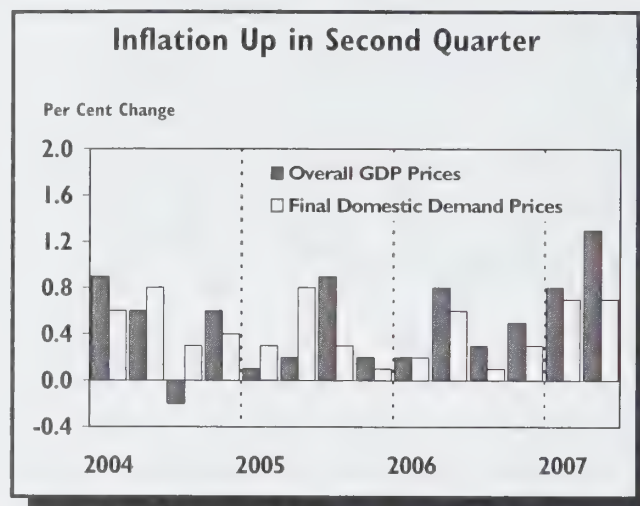
GDP PRICES HIGHER

Economy-wide prices, as measured by the GDP implicit price index, rose 1.3% in the second quarter, following a 0.8% increase in the first quarter.

Price increases were strongest in the construction sector with residential construction prices rising 1.6% while non-residential construction prices were up 1.2%. Higher prices were also recorded for non-durable and semi-durable consumer goods which both increased by 1.1% in the quarter.

A 6.7% appreciation of the Canadian dollar in the second quarter exerted downward pressure on import prices which fell 2.3%. The strong exchange rate also had a moderating impact on prices received by Ontario exporters. Export prices were 0.9% lower in the second quarter.

The impact of lower import prices was reflected in declines in the prices of machinery and equipment (-2.0%) and consumer durables (-0.2%).



ONTARIO PRODUCTION BY INDUSTRY

HIGHLIGHTS

Output by industry grew 0.6% in the second quarter, matching its pace over the previous two quarters. Service sector activity advanced 0.8% while output in the goods-producing sector edged down 0.1%.

The financial (+1.3%), retail trade (+2.2%), professional and administrative services (+1.0%) and utilities (+2.4%) sectors all posted solid growth in the quarter. Manufacturing output rose 0.2%. Production was down in the construction (-1.3%) and primary (-1.6%) sectors.

ONTARIO OUTPUT BY INDUSTRY

(% change from previous period, chained \$1997)

	2005	2006	2006q3	2006q4	2007q1	2007q2
Goods Sector	0.6	-2.1	-1.1	-0.2	-0.3	-0.1
Primary Industries	3.3	-1.5	0.0	2.4	-0.2	-1.6
Utilities	3.3	-3.0	-0.3	-2.8	0.1	2.4
Construction	2.0	3.6	-0.1	0.6	0.7	-1.3
Manufacturing	-0.2	-3.5	-1.5	-0.2	-0.8	0.2
Of which: Auto Industry	0.7	-5.3	-3.8	-0.1	0.8	-2.7
Service Sector	3.4	3.7	0.7	0.9	0.9	0.8
Wholesale Trade	7.2	6.9	0.8	-1.3	1.9	0.2
Retail Trade	4.2	3.9	2.0	1.5	0.0	2.2
Transportation and Warehousing	2.7	1.9	0.3	-0.6	0.1	-0.4
Information and Cultural Industries	3.8	2.5	0.6	1.2	-0.2	0.5
Finance, Insurance, Real Estate	3.7	3.8	1.4	1.7	1.5	1.3
Public Administration	2.4	3.1	-0.7	0.1	0.1	0.3
Ontario Output at Basic Prices	2.6	2.0	0.3	0.6	0.6	0.6
(annualized rates)			1.0	2.5	2.3	2.4

Note: Output by industry is defined as real gross domestic product at basic prices in chained 1997 dollars. The basic prices method estimates value added by deducting from the value of production the amounts an industry spends on factors of production, such as labour and capital, while creating products. These amounts include taxes net of subsidies on labour and capital inputs, but not those on the final products.

MANUFACTURING OUTPUT UP

The manufacturing sector's output edged up 0.2% in the second quarter, interrupting its downward trend of the past two years.

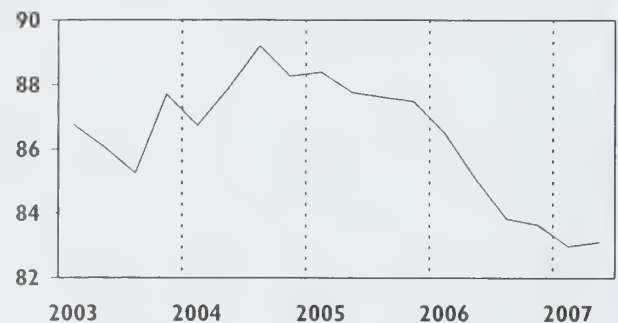
Nine of the eleven manufacturing industries included in the Ontario Economic Accounts, representing 72% of the sector's production, increased output in the second quarter.

Machinery production led the overall sector, surging 5.5%, the best performance for this industry since 2000. Production of agricultural, construction, mining and industrial machinery was especially strong. Output of electrical and electronic products (+1.9%), plastic and rubber products (+2.8%) and metal products (+1.0%) were also up.

A 2.7% decline in auto production was the main offset to overall manufacturing growth. The decline in auto industry output was more pronounced in motor vehicle assembly (-5.4%) than in parts (-0.7%). Output of wood products and furniture was also down sharply (-4.1%) in the second quarter.

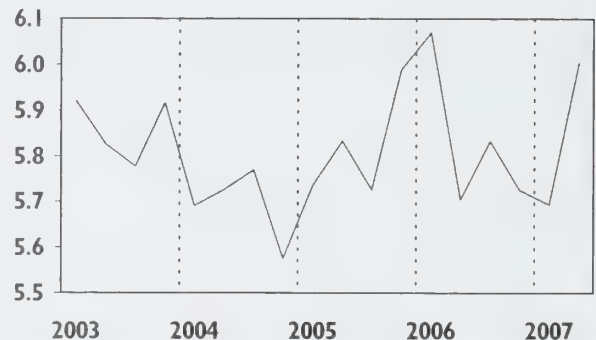
Manufacturing Up in Second Quarter

\$ 1997 Billions



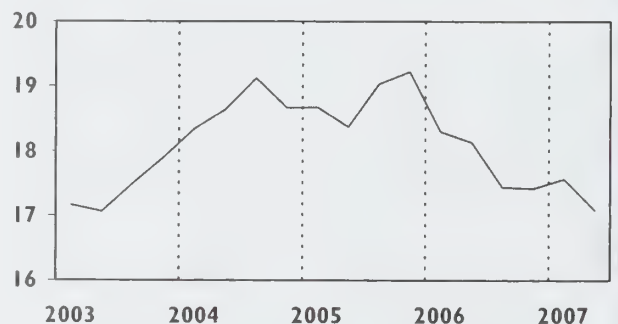
Machinery Output Up

\$ 1997 Billions



Auto Industry Output

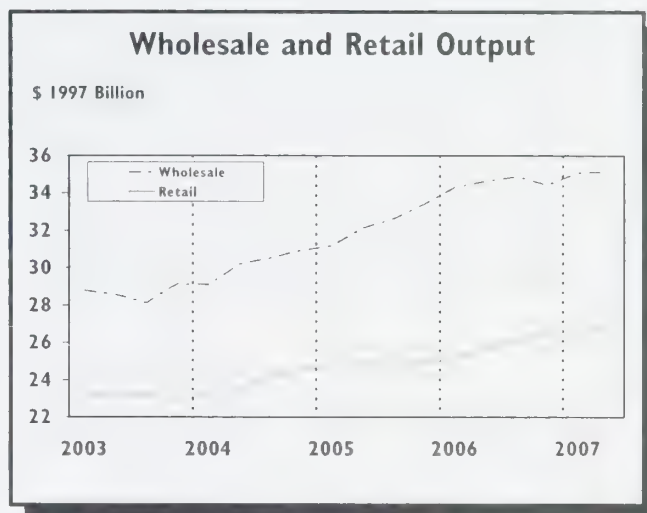
\$ 1997 Billions



WHOLESALE AND RETAIL

Production in the retail sector jumped 2.2% in the second quarter, the best performance for the sector since 2004. New car dealers and food and beverage stores led the overall growth in the retailing industry.

Wholesaling activity edged up 0.2% in the second quarter following strong first quarter growth of 1.9%. Lower activity by motor vehicle wholesalers partly offset growth in a number of other categories.

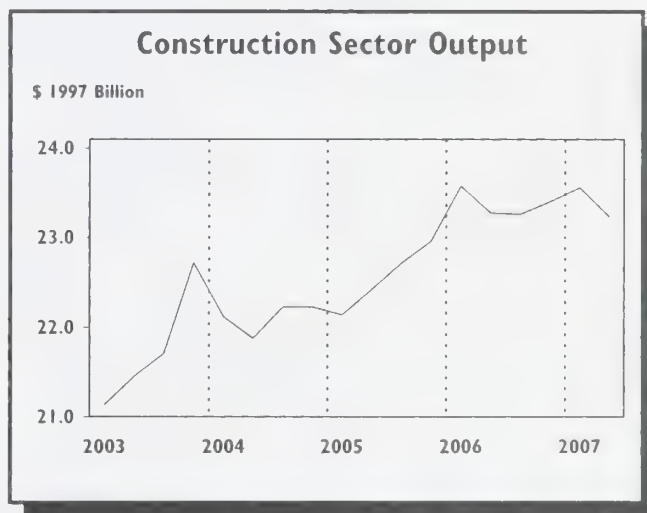


RESOURCES, UTILITIES AND CONSTRUCTION

Utilities output advanced by 2.4%. Both the electric power industry (+2.5%) and the natural gas and water distribution industry (+1.7%) posted solid increases in production.

Output in the agriculture and forestry sector declined 3.7% following a 0.7% gain in the first quarter.

Construction sector output was 1.3% lower in the second quarter, following a 0.7% advance in the first quarter. Activity was down in both the residential (-2.8%) and non-residential (-0.4%) segments.



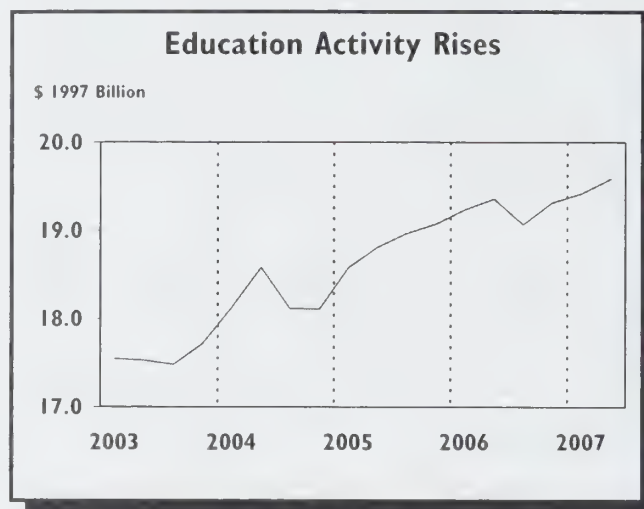
Note: Construction industry output is measured by the value added of the industry, which is largely the sum of wages and profits earned in the industry. The construction investment spending estimates included as part of expenditure-based Gross Domestic Product are the sum of spending on new construction, renovations to existing buildings and commissions and fees from the sale of real estate.

EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

Education services output grew 0.9% in the second quarter, reaching a new record level of \$19.6 billion (\$1997). This followed a 0.5% advance in the first quarter.

Production in the health care and social services sector advanced 0.5%, up for a ninth consecutive quarter.

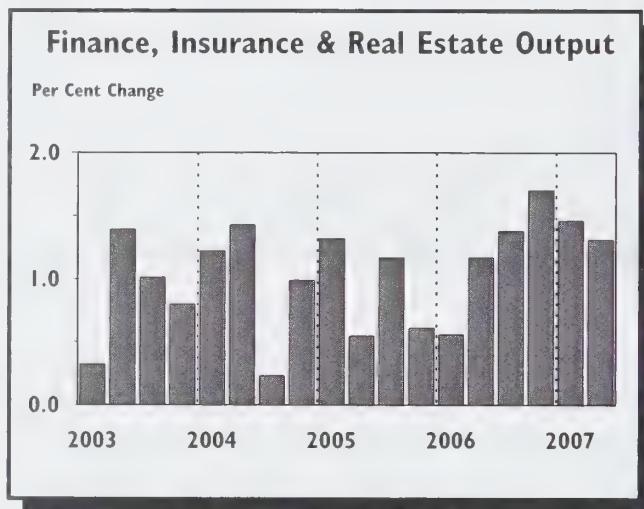
Public administration output rose 0.3% in the second quarter.



FINANCE, INSURANCE AND REAL ESTATE

Real output of the finance, insurance and real estate sector grew 1.3% in the second quarter on the strength of a 3.1% jump in financial services output, which in turn reflected strong trading volumes on equity markets.

Growth in financial sector output contributed more than half of overall Ontario growth in the second quarter.



OTHER SERVICE SECTOR INDUSTRIES

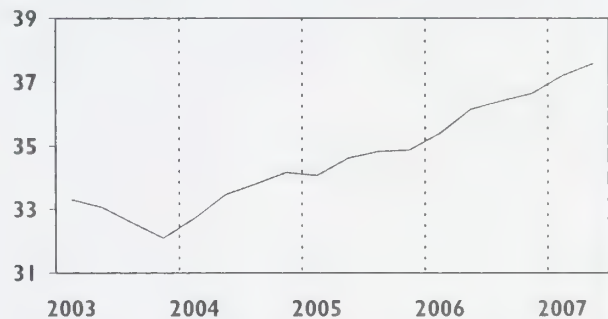
Output of professional and administrative services grew 1.0% in the second quarter, reflecting the creation of more than 4,000 jobs in this sector.

Accommodation and food services output declined for the second consecutive quarter (-1.0%), after growing throughout 2006.

In the information and culture sector (which includes telecommunications), production rose by 0.5%, erasing a modest first-quarter decline (-0.2%).

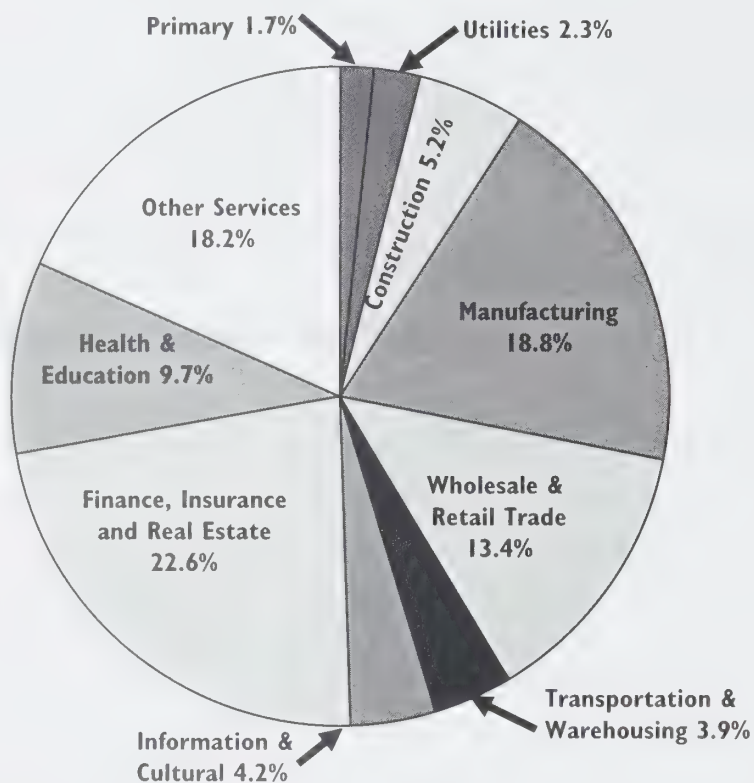
Professional & Administrative Services

\$ 1997 Billion



Structure of the Ontario Economy, 2006

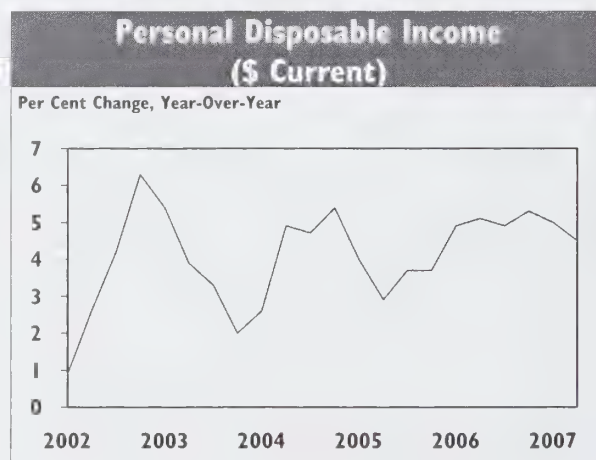
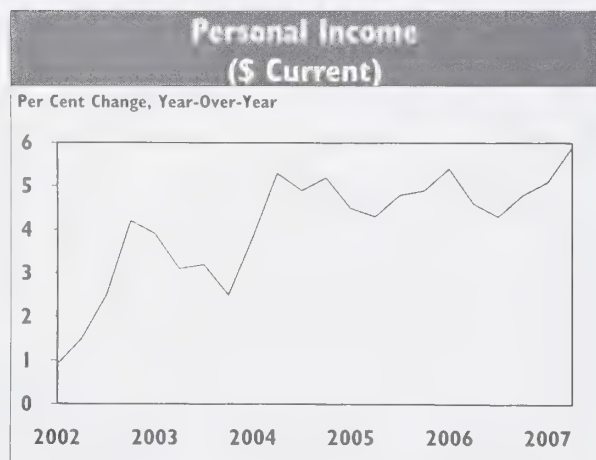
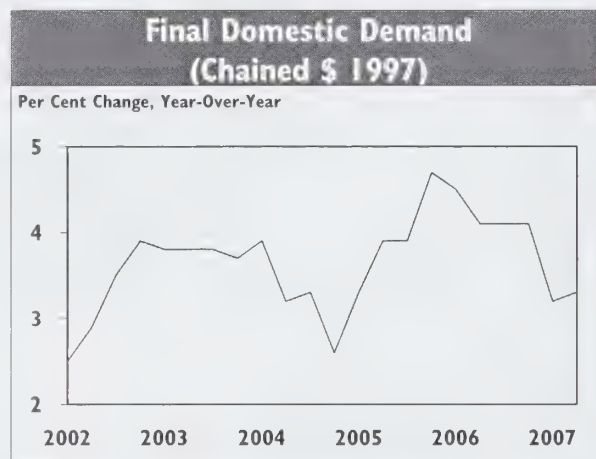
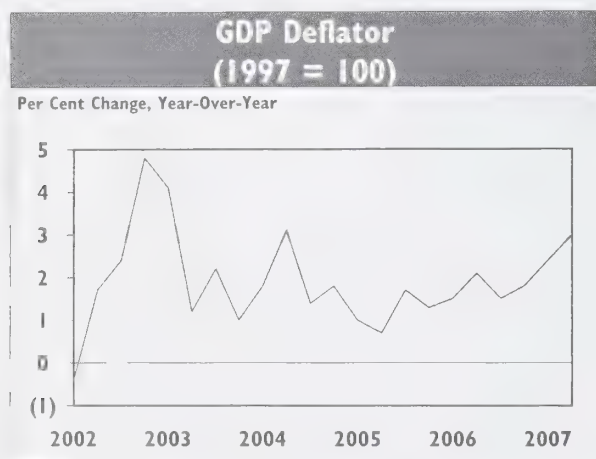
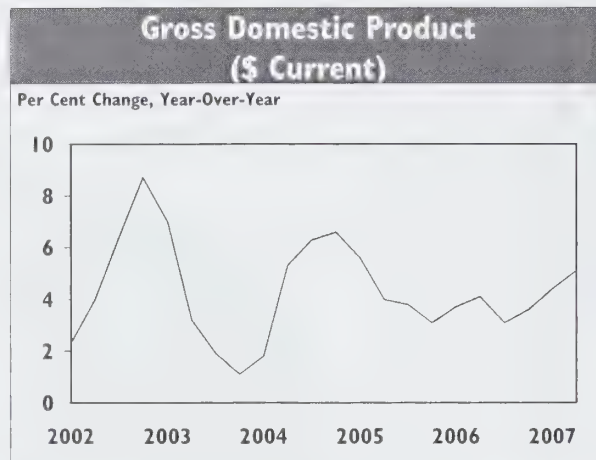
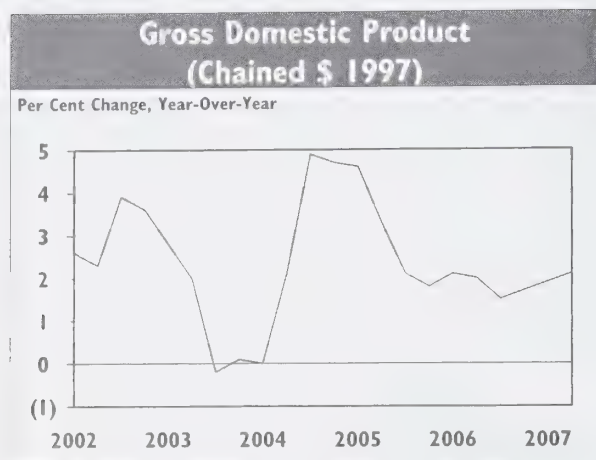
Per Cent Share of GDP



Source: Statistics Canada

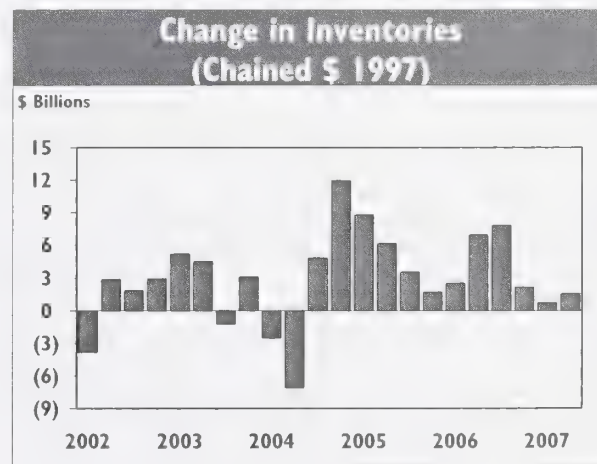
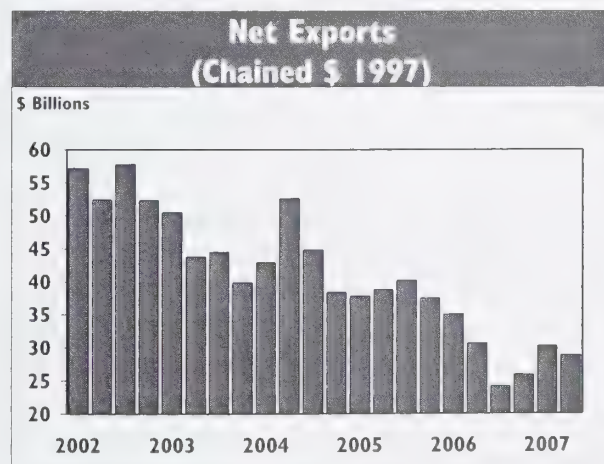
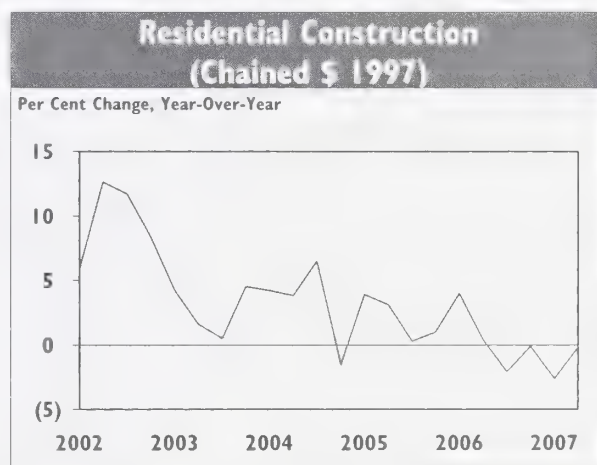
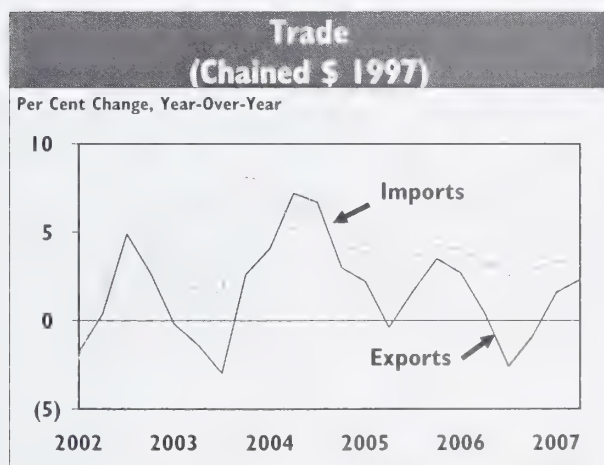
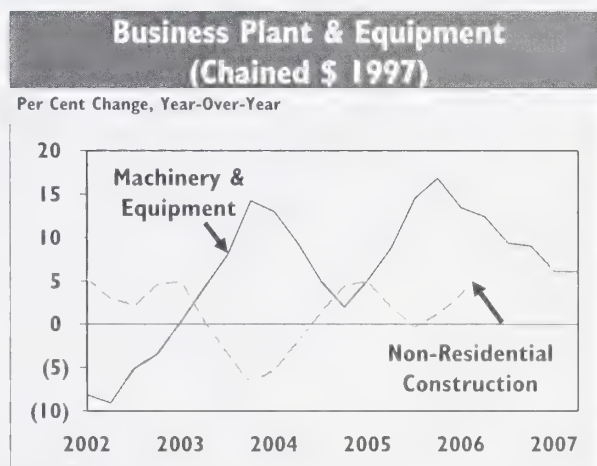
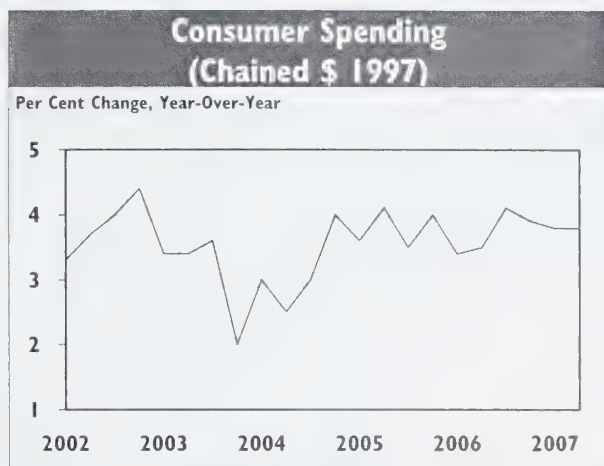
Ontario Economic Accounts: Summary charts

(2002:1 - 2007:2)



Ontario Economic Accounts: Summary charts

(2002:1 - 2007:2)



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics.fin@ontario.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (domestic basis)	270,918 1.6	274,916 1.5	277,778 1.0	279,760 0.7	283,114 1.2	287,557 1.6	291,128 1.2	295,189 1.4
2. Corporation profits before taxes	59,688 9.9	65,248 9.3	65,716 0.7	67,262 2.4	65,881 -2.1	64,596 -2.0	63,378 -1.9	62,789 -0.9
3. Interest and miscellaneous investment income	17,388 -0.9	17,647 1.5	17,952 1.7	17,806 -0.8	18,457 3.7	19,060 3.3	20,136 5.6	21,157 5.1
4. Net income of unincorporated business *	33,578 2.3	34,170 1.8	34,380 0.6	34,496 0.3	34,539 0.1	34,528 -0.0	34,563 0.1	34,557 -0.0
5. Inventory valuation adjustment	-2,356	-2,022	-147	821	-634	-1,873	1,133	-469
6. Indirect taxes less subsidies	62,973 1.2	64,325 2.1	65,559 1.9	66,818 1.9	67,049 0.3	68,093 1.6	68,679 0.9	68,980 0.4
7. Capital consumption allowances	60,688 1.0	61,537 1.4	62,263 1.2	63,186 1.5	63,456 0.4	63,611 0.2	64,216 1.0	64,785 0.9
8. Statistical discrepancy	850	-510	-234	-244	209	97	104	-455
9. Gross Domestic Product at market prices	503,727 1.4	515,311 2.3	523,267 1.5	529,905 1.3	532,071 0.4	535,669 0.7	543,337 1.4	546,533 0.6
	** 5.5	9.5	6.3	5.2	1.6	2.7	5.9	2.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Wages, salaries and supplementary labour income (domestic basis)	297,556 0.8	300,377 0.9	303,648 1.1	307,794 1.4	311,811 1.3	315,939 1.3	-	-
2. Corporation profits before taxes	62,960 0.3	64,538 2.5	66,504 3.0	70,667 6.3	70,847 0.3	70,489 -0.5	-	-
3. Interest and miscellaneous investment income	20,430 -3.4	20,179 -1.2	19,547 -3.1	19,474 -0.4	20,483 5.2	21,439 4.7	-	-
4. Net income of unincorporated business *	34,633 0.2	34,705 0.2	34,785 0.2	34,951 0.5	35,699 2.1	36,614 2.6	-	-
5. Inventory valuation adjustment	151	-216	-709	-2,949	-1,371	1,473	-	-
6. Indirect taxes less subsidies	70,384 2.0	71,347 1.4	70,353 -1.4	70,470 0.2	71,808 1.9	73,314 2.1	-	-
7. Capital consumption allowances	65,357 0.9	65,990 1.0	66,605 0.9	67,212 0.9	68,136 1.4	68,988 1.3	-	-
8. Statistical discrepancy	26	859	-772	-1,339	-1,907	-1,980	-	-
9. Gross Domestic Product at market prices	551,497 0.9	557,779 1.1	559,961 0.4	566,280 1.1	575,506 1.6	586,276 1.9	-	-
***	3.7	4.6	1.6	4.6	6.7	7.7	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	283,991 2.0	286,880 1.0	290,610 1.3	295,214 1.6	298,707 1.2	302,437 1.2	305,836 1.1	310,636 1.6
2. Durable goods	35,632 2.3	35,663 0.1	36,521 2.4	37,805 3.5	37,783 -0.1	37,060 -1.9	37,702 1.7	38,323 1.6
3. Semi-durable goods	23,848 2.5	24,017 0.7	24,433 1.7	24,476 0.2	24,296 -0.7	24,714 1.7	24,441 -1.1	25,530 4.5
4. Non-durable goods	66,338 1.9	67,065 1.1	67,896 1.2	69,192 1.9	70,280 1.6	71,587 1.9	73,052 2.0	73,999 1.3
5. Services	158,173 1.9	160,135 1.2	161,759 1.0	163,742 1.2	166,347 1.6	169,076 1.6	170,642 0.9	172,785 1.3
6. Government expenditure on goods and services:	104,169 0.9	104,725 0.5	105,459 0.7	106,156 0.7	108,776 2.5	111,831 2.8	112,636 0.7	114,107 1.3
7. Current expenditure	91,469 1.6	92,042 0.6	92,784 0.8	93,307 0.6	95,708 2.6	98,175 2.6	98,576 0.4	99,529 1.0
8. Capital expenditure	12,699 -3.5	12,683 -0.1	12,675 -0.1	12,849 1.4	13,068 1.7	13,655 4.5	14,060 3.0	14,578 3.7
9. Business gross fixed capital formation:	77,483 -1.0	79,307 2.4	80,897 2.0	80,554 -0.4	82,455 2.4	84,160 2.1	86,638 2.9	87,816 1.4
10. Residential structures	32,027 -2.5	33,103 3.4	34,734 4.9	34,415 -0.9	34,719 0.9	35,420 2.0	36,398 2.8	36,353 -0.1
11. Non-residential structures	12,146 3.1	12,540 3.2	12,902 2.9	13,228 2.5	13,613 2.9	13,531 -0.6	13,562 0.2	14,043 3.5
12. Machinery and equipment	33,310 -0.9	33,663 1.1	33,261 -1.2	32,911 -1.1	34,123 3.7	35,210 3.2	36,679 4.2	37,419 2.0
13. Exports of goods and services	317,850 1.8	335,024 5.4	331,723 -1.0	322,542 -2.8	323,662 0.3	327,800 1.3	331,414 1.1	336,636 1.6
14. DEDUCT: Imports of goods and services	276,520 1.3	286,377 3.6	290,224 1.3	285,539 -1.6	289,174 1.3	295,913 2.3	298,200 0.8	304,016 2.0
15. Value of physical change in inventories:	-2,396	-4,758	4,568	10,734	7,855	5,451	5,117	899
16. Non-farm	-2,674	-4,900	4,504	10,458	7,711	5,422	5,261	970
17. Farm	133	162	153	259	137	36	-157	-115
18. Government	145	-20	-89	17	7	-8	13	43
19. Statistical discrepancy	-850	510	234	244	-209	-97	-104	455
20. Gross Domestic Product at market prices	503,727 1.4 5.5	515,311 2.3 9.5	523,267 1.5 6.3	529,905 1.3 5.2	532,071 0.4 1.6	535,669 0.7 2.7	543,337 1.4 5.9	546,533 0.6 2.4
21. Final domestic demand	465,643 1.2	470,912 1.1	476,965 1.3	481,924 1.0	489,937 1.7	498,428 1.7	505,110 1.3	512,559 1.5

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	313,212 0.8	317,096 1.2	320,716 1.1	324,793 1.3	328,480 1.1	333,207 1.4	-	-
2. Durable goods	38,715 1.0	38,177 -1.4	39,144 2.5	40,297 2.9	40,458 0.4	40,740 0.7	-	-
3. Semi-durable goods	25,660 0.5	25,956 1.2	25,952 -0.0	26,255 1.2	26,256 0.0	26,457 0.8	-	-
4. Non-durable goods	73,728 -0.4	75,429 2.3	75,161 -0.4	74,203 -1.3	75,478 1.7	77,925 3.2	-	-
5. Services	175,109 1.3	177,533 1.4	180,459 1.6	184,038 2.0	186,288 1.2	188,086 1.0	-	-
6. Government expenditure on goods and services:	115,664 1.4	118,196 2.2	119,272 0.9	121,932 2.2	122,678 0.6	124,889 1.8	-	-
7. Current expenditure	100,798 1.3	103,185 2.4	104,230 1.0	106,784 2.4	107,488 0.7	109,471 1.8	-	-
8. Capital expenditure	14,866 2.0	15,011 1.0	15,042 0.2	15,148 0.7	15,190 0.3	15,418 1.5	-	-
9. Business gross fixed capital formation:	90,112 2.6	89,614 -0.6	90,751 1.3	93,096 2.6	93,165 0.1	93,801 0.7	-	-
10. Residential structures	37,872 4.2	37,192 -1.8	37,073 -0.3	37,587 1.4	37,856 0.7	38,213 0.9	-	-
11. Non-residential structures	14,686 4.6	15,008 2.2	15,305 2.0	15,844 3.5	16,042 1.2	16,297 1.6	-	-
12. Machinery and equipment	37,554 0.4	37,413 -0.4	38,372 2.6	39,664 3.4	39,267 -1.0	39,291 0.1	-	-
13. Exports of goods and services	332,686 -1.2	326,165 -2.0	326,043 -0.0	337,030 3.4	348,349 3.4	341,839 -1.9	-	-
14. DEDUCT: Imports of goods and services	302,930 -0.4	301,867 -0.4	305,168 1.1	313,556 2.7	320,644 2.3	311,303 -2.9	-	-
15. Value of physical change in inventories:	2,779	9,434	7,575	1,646	1,572	1,863	-	-
16. Non-farm	2,742	9,535	7,418	1,511	1,615	1,894	-	-
17. Farm	-29	-47	211	150	-47	-11	-	-
18. Government	66	-54	-54	-14	4	-20	-	-
19. Statistical discrepancy	-26	-859	772	1,339	1,907	1,980	-	-
20. Gross Domestic Product at market prices	551,497 0.9 3.7	557,779 1.1 4.6	559,961 0.4 1.6	566,280 1.1 4.6	575,506 1.6 6.7	586,276 1.9 7.7	-	-
21. Final domestic demand	518,988 1.3	524,906 1.1	530,739 1.1	539,820 1.7	544,323 0.8	551,897 1.4	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	254,290 1.3	255,151 0.3	258,307 1.2	260,856 1.0	263,350 1.0	265,552 0.8	267,422 0.7	271,350 1.5
2. Durable goods	36,733 2.9	36,596 -0.4	37,773 3.2	39,006 3.3	39,063 0.1	38,544 -1.3	39,180 1.7	39,892 1.8
3. Semi-durable goods	22,838 2.4	23,095 1.1	23,736 2.8	23,695 -0.2	23,814 0.5	24,171 1.5	23,869 -1.2	24,810 3.9
4. Non-durable goods	54,270 0.5	54,022 -0.5	54,082 0.1	54,258 0.3	54,538 0.5	55,174 1.2	55,500 0.6	56,358 1.5
5. Services	140,539 1.2	141,546 0.7	143,022 1.0	144,348 0.9	146,364 1.4	147,957 1.1	149,187 0.8	150,686 1.0
6. Government expenditure on goods and services:	91,440 0.6	91,784 0.4	91,122 -0.7	91,173 0.1	93,137 2.2	93,865 0.8	94,245 0.4	95,509 1.3
7. Current expenditure	79,005 1.3	79,642 0.8	79,160 -0.6	79,158 -0.0	80,799 2.1	81,120 0.4	81,225 0.1	82,070 1.0
8. Capital expenditure	12,471 -4.2	12,138 -2.7	11,947 -1.6	12,005 0.5	12,336 2.8	12,782 3.6	13,085 2.4	13,536 3.4
9. Business gross fixed capital formation:	72,341 -1.7	72,712 0.5	74,378 2.3	74,259 -0.2	75,615 1.8	76,484 1.1	78,719 2.9	79,708 1.3
10. Residential structures	24,978 -5.1	25,301 1.3	26,415 4.4	25,930 -1.8	25,956 0.1	26,088 0.5	26,485 1.5	26,189 -1.1
11. Non-residential structures	9,895 1.3	10,014 1.2	10,117 1.0	10,203 0.8	10,383 1.8	10,200 -1.8	10,076 -1.2	10,311 2.3
12. Machinery and equipment	37,526 0.6	37,343 -0.5	37,592 0.7	38,051 1.2	39,443 3.7	40,617 3.0	43,041 6.0	44,433 3.2
13. Exports of goods and services	315,393 0.5	325,439 3.2	324,820 -0.2	323,163 -0.5	322,182 -0.3	324,151 0.6	330,191 1.9	334,401 1.3
14. DEDUCT: Imports of goods and services	272,528 -0.5	272,836 0.1	280,055 2.6	284,740 1.7	284,375 -0.1	285,390 0.4	290,081 1.6	296,971 2.4
15. Value of physical change in inventories:	-2,200	-6,832	5,154	12,354	9,251	6,587	3,535	1,509
16. Non-farm	-2,574	-7,096	4,852	11,963	8,816	6,183	3,546	1,671
17. Farm	375	157	275	496	435	380	-1	-190
18. Government	-0	107	27	-105	0	23	-9	28
19. Statistical discrepancy	-773	461	212	220	-188	-87	-93	405
20. Gross Domestic Product at market prices	457,996 0.5 1.9	465,908 1.7 7.1	473,904 1.7 7.0	477,258 0.7 2.9	478,952 0.4 1.4	481,131 0.5 1.8	483,830 0.6 2.3	485,801 0.4 1.6
21. Final domestic demand	418,103 0.7	419,677 0.4	423,773 1.0	426,261 0.6	432,082 1.4	435,870 0.9	440,277 1.0	446,458 1.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	272,397 0.4	274,767 0.9	278,266 1.3	282,010 1.3	282,764 0.3	285,158 0.8	-	-
2. Durable goods	40,413 1.3	40,264 -0.4	41,684 3.5	43,194 3.6	43,417 0.5	43,787 0.9	-	-
3. Semi-durable goods	25,354 2.2	25,749 1.6	26,186 1.7	26,592 1.6	26,564 -0.1	26,487 -0.3	-	-
4. Non-durable goods	55,074 -2.3	55,764 1.3	55,912 0.3	55,763 -0.3	55,767 0.0	56,929 2.1	-	-
5. Services	152,297 1.1	153,636 0.9	155,414 1.2	157,731 1.5	158,317 0.4	159,114 0.5	-	-
6. Government expenditure on goods and services:	97,547 2.1	97,821 0.3	97,921 0.1	99,162 1.3	99,628 0.5	99,989 0.4	-	-
7. Current expenditure	83,913 2.2	84,190 0.3	84,361 0.2	85,549 1.4	86,143 0.7	86,451 0.4	-	-
8. Capital expenditure	13,723 1.4	13,716 -0.1	13,633 -0.6	13,674 0.3	13,523 -1.1	13,576 0.4	-	-
9. Business gross fixed capital formation:	81,482 2.2	81,398 -0.1	82,265 1.1	83,980 2.1	83,402 -0.7	83,989 0.7	-	-
10. Residential structures	27,002 3.1	26,181 -3.0	25,927 -1.0	26,165 0.9	26,301 0.5	26,141 -0.6	-	-
11. Non-residential structures	10,737 4.1	10,938 1.9	11,085 1.3	11,385 2.7	11,372 -0.1	11,418 0.4	-	-
12. Machinery and equipment	44,720 0.6	45,673 2.1	47,039 3.0	48,433 3.0	47,436 -2.1	48,440 2.1	-	-
13. Exports of goods and services	330,863 -1.1	325,433 -1.6	321,458 -1.2	331,287 3.1	336,038 1.4	332,867 -0.9	-	-
14. DEDUCT: Imports of goods and services	295,801 -0.4	294,838 -0.3	297,302 0.8	305,433 2.7	305,809 0.1	304,029 -0.6	-	-
15. Value of physical change in inventories:	2,654	7,027	7,891	2,247	661	1,491	-	-
16. Non-farm	2,512	6,971	7,831	2,138	683	1,513	-	-
17. Farm	99	91	93	117	-24	-11	-	-
18. Government	42	-36	-34	-8	3	-12	-	-
19. Statistical discrepancy	-23	-756	677	1,169	1,651	1,692	-	-
20. Gross Domestic Product at market prices	489,011 0.7 2.7	490,756 0.4 1.4	491,032 0.1 0.2	494,243 0.7 2.6	498,203 0.8 3.2	501,002 0.6 2.3	-	-
21. Final domestic demand	451,319 1.1	453,890 0.6	458,307 1.0	464,973 1.5	465,662 0.1	468,981 0.7	-	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (national basis)	266,648 1.6	270,599 1.5	273,612 1.1	275,931 0.8	279,587 1.3	284,116 1.6	288,173 1.4	291,187 1.0
2. Net income of unincorporated business *	33,578 2.3	34,170 1.8	34,380 0.6	34,496 0.3	34,539 0.1	34,528 -0.0	34,563 0.1	34,557 -0.0
3. Interest, dividends and miscellaneous investment income	43,848 2.3	44,974 2.6	45,076 0.2	45,807 1.6	46,440 1.4	46,694 0.5	47,777 2.3	48,693 1.9
4. Current transfers from government, corporations and non-residents	48,205 1.9	48,488 0.6	48,892 0.8	49,437 1.1	49,325 -0.2	50,043 1.5	50,842 1.6	51,182 0.7
5. Equals: Personal income	392,279 1.7	398,231 1.5	401,960 0.9	405,671 0.9	409,891 1.0	415,381 1.3	421,355 1.4	425,619 1.0
6. Deduct: Personal direct taxes	63,089 1.3	63,332 0.4	65,138 2.9	66,291 1.8	67,999 2.6	70,334 3.4	71,699 1.9	73,106 2.0
7. Other current transfers to government	27,717 0.2	27,565 -0.5	27,665 0.4	27,631 -0.1	28,348 2.6	28,870 1.8	29,118 0.9	29,106 -0.0
8. Equals: Personal disposable income	301,473 2.0	307,334 1.9	309,157 0.6	311,749 0.8	313,544 0.6	316,177 0.8	320,538 1.4	323,407 0.9
9. Deduct: Personal expenditure on consumer goods and services	283,991 2.0	286,880 1.0	290,610 1.3	295,214 1.6	298,707 1.2	302,437 1.2	305,836 1.1	310,636 1.6
10. Current transfers to corporations	5,457 1.3	5,556 1.8	5,550 -0.1	5,729 3.2	5,992 4.6	6,098 1.8	6,224 2.1	6,387 2.6
11. Current transfers to non-residents	1,297 3.8	1,336 3.0	1,368 2.4	1,380 0.9	1,454 5.4	1,551 6.7	1,604 3.4	1,522 -5.1
12. Equals: Personal saving	10,728 1.8	13,562 26.4	11,629 -14.3	9,426 -18.9	7,391 -21.6	6,091 -17.6	6,874 12.9	4,862 -29.3
13. Personal saving rate (percent)	3.6	4.4	3.8	3.0	2.4	1.9	2.1	1.5
14. Real personal disposable income ** (millions of chained (1997) dollars)	269,943 1.3	273,342 1.3	274,792 0.5	275,466 0.2	276,431 0.4	277,616 0.4	280,278 1.0	282,505 0.8
15. Population (thousands)	12,327 0.1	12,365 0.3	12,417 0.4	12,465 0.4	12,475 0.1	12,508 0.3	12,559 0.4	12,606 0.4
16. Personal disposable income per capita (dollars)	24,456 1.8	24,855 1.6	24,898 0.2	25,009 0.4	25,133 0.5	25,277 0.6	25,523 1.0	25,654 0.5
17. Real personal disposable income per capita (chained (1997) dollars)	21,898 1.2	22,106 0.9	22,131 0.1	22,098 -0.1	22,158 0.3	22,194 0.2	22,317 0.6	22,410 0.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1.	Wages, salaries and supplementary labour income (national basis)	293,632 0.8	296,813 1.1	299,871 1.0	304,461 1.5	308,434 1.3	312,517 1.3	- -	- -
2.	Net income of unincorporated business *	34,633 0.2	34,705 0.2	34,785 0.2	34,951 0.5	35,699 2.1	36,614 2.6	- -	- -
3.	Interest, dividends and miscellaneous investment income	49,891 2.5	51,519 3.3	52,071 1.1	53,355 2.5	55,514 4.0	56,951 2.6	- -	- -
4.	Current transfers from government, corporations and non-residents	53,882 5.3	51,600 -4.2	52,828 2.4	53,192 0.7	54,291 2.1	54,111 -0.3	- -	- -
5.	Equals: Personal income	432,038 1.5	434,637 0.6	439,555 1.1	445,959 1.5	453,938 1.8	460,193 1.4	- -	- -
6.	Deduct: Personal direct taxes	73,853 1.0	72,853 -1.4	73,675 1.1	75,619 2.6	78,312 3.6	82,809 5.7	- -	- -
7.	Other current transfers to government	29,146 0.1	29,555 1.4	29,646 0.3	29,710 0.2	29,974 0.9	30,339 1.2	- -	- -
8.	Equals: Personal disposable income	329,039 1.7	332,229 1.0	336,234 1.2	340,630 1.3	345,652 1.5	347,045 0.4	- -	- -
9.	Deduct: Personal expenditure on consumer goods and services	313,212 0.8	317,096 1.2	320,716 1.1	324,793 1.3	328,480 1.1	333,207 1.4	- -	- -
10.	Current transfers to corporations	6,614 3.6	6,929 4.8	7,164 3.4	7,300 1.9	7,421 1.7	7,592 2.3	- -	- -
11.	Current transfers to non-residents	1,559 2.4	1,562 0.2	1,565 0.2	1,620 3.5	1,663 2.7	1,675 0.7	- -	- -
12.	Equals: Personal saving	7,654 57.4	6,642 -13.2	6,789 2.2	6,917 1.9	8,088 16.9	4,571 -43.5	- -	- -
13.	Personal saving rate (percent)	2.3	2.0	2.0	2.0	2.3	1.3	-	-
14.	Real personal disposable income ** (millions of chained (1997) dollars)	286,162 1.3	287,880 0.6	291,730 1.3	295,761 1.4	297,547 0.6	297,001 -0.2	- -	- -
15.	Population (thousands)	12,614 0.1	12,644 0.2	12,687 0.3	12,722 0.3	12,726 0.0	12,754 0.2	- -	- -
16.	Personal disposable income per capita (dollars)	26,085 1.7	26,276 0.7	26,502 0.9	26,775 1.0	27,160 1.4	27,211 0.2	- -	- -
17.	Real personal disposable income per capita (chained (1997) dollars)	22,686 1.2	22,769 0.4	22,994 1.0	23,248 1.1	23,380 0.6	23,287 -0.4	- -	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Exports of goods and services	317,850 1.8	335,024 5.4	331,723 -1.0	322,542 -2.8	323,662 0.3	327,800 1.3	331,414 1.1	336,636 1.6
2. Of which: International	222,313 2.1	239,158 7.6	235,483 -1.5	226,129 -4.0	226,783 0.3	230,544 1.7	234,136 1.6	239,501 2.3
3. Of which: Interprovincial	95,537 1.0	95,866 0.3	96,240 0.4	96,412 0.2	96,879 0.5	97,256 0.4	97,278 0.0	97,135 -0.1
4. Imports of goods and services	276,520 1.3	286,377 3.6	290,224 1.3	285,539 -1.6	289,174 1.3	295,913 2.3	298,200 0.8	304,016 2.0
5. Trade balance	41,330	48,648	41,500	37,003	34,488	31,887	33,214	32,620

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Exports of goods and services	332,686 -1.2	326,165 -2.0	326,043 -0.0	337,030 3.4	348,349 3.4	341,839 -1.9	- -	- -
2. Of which: International	233,565 -2.5	226,026 -3.2	224,917 -0.5	235,569 4.7	245,385 4.2	237,433 -3.2	- -	- -
3. Of which: Interprovincial	99,121 2.0	100,139 1.0	101,126 1.0	101,462 0.3	102,964 1.5	104,406 1.4	- -	- -
4. Imports of goods and services	302,930 -0.4	301,867 -0.4	305,168 1.1	313,556 2.7	320,644 2.3	311,303 -2.9	- -	- -
5. Trade balance	29,756	24,298	20,875	23,475	27,704	30,536	-	-

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	111.7 0.6	112.4 0.7	112.5 0.1	113.2 0.6	113.4 0.2	113.9 0.4	114.4 0.4	114.5 0.1
2. Durable goods	97.0 -0.7	97.5 0.5	96.7 -0.8	96.9 0.2	96.7 -0.2	96.1 -0.6	96.2 0.1	96.1 -0.2
3. Semi-durable goods	104.4 0.1	104.0 -0.4	102.9 -1.0	103.3 0.3	102.0 -1.2	102.2 0.2	102.4 0.1	102.9 0.5
4. Non-durable goods	122.2 1.4	124.1 1.6	125.5 1.1	127.5 1.6	128.9 1.1	129.7 0.7	131.6 1.4	131.3 -0.2
5. Services	112.5 0.7	113.1 0.5	113.1 -0.0	113.4 0.3	113.7 0.2	114.3 0.5	114.4 0.1	114.7 0.2
6. Government expenditure on goods and services:	113.9 0.3	114.1 0.2	115.7 1.4	116.4 0.6	116.8 0.3	119.1 2.0	119.5 0.3	119.5 -0.0
7. Current expenditure	115.8 0.3	115.6 -0.2	117.2 1.4	117.9 0.6	118.5 0.5	121.0 2.2	121.4 0.3	121.3 -0.1
8. Capital expenditure	101.8 0.7	104.5 2.6	106.1 1.5	107.0 0.9	105.9 -1.0	106.8 0.9	107.4 0.6	107.7 0.2
9. Business gross fixed capital formation:	107.1 0.8	109.1 1.8	108.8 -0.3	108.5 -0.3	109.0 0.5	110.0 0.9	110.1 0.0	110.2 0.1
10. Residential structures	128.2 2.7	130.8 2.0	131.5 0.5	132.7 0.9	133.8 0.8	135.8 1.5	137.4 1.2	138.8 1.0
11. Non-residential structures	122.7 1.8	125.2 2.0	127.5 1.8	129.6 1.7	131.1 1.1	132.6 1.2	134.6 1.5	136.2 1.2
12. Machinery and equipment	88.8 -1.5	90.1 1.6	88.5 -1.8	86.5 -2.2	86.5 0.0	86.7 0.2	85.2 -1.7	84.2 -1.2
13. Exports of goods and services	100.8 1.2	102.9 2.1	102.1 -0.8	99.8 -2.3	100.5 0.7	101.1 0.7	100.4 -0.7	100.7 0.3
14. DEDUCT: Imports of goods and services	101.5 1.8	105.0 3.4	103.6 -1.3	100.3 -3.2	101.7 1.4	103.7 2.0	102.8 -0.9	102.4 -0.4
15. Gross Domestic Product at market prices	110.0 0.9 3.6	110.6 0.6 2.3	110.4 -0.2 -0.7	111.0 0.6 2.2	111.1 0.1 0.2	111.3 0.2 0.9	112.3 0.9 3.5	112.5 0.2 0.7
16. Final domestic demand	111.4 0.6	112.2 0.8	112.6 0.3	113.1 0.4	113.4 0.3	114.4 0.8	114.7 0.3	114.8 0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (1997) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	115.0 0.4	115.4 0.4	115.3 -0.1	115.2 -0.1	116.2 0.9	116.8 0.6	- -	- -
2. Durable goods	95.8 -0.3	94.8 -1.0	93.9 -1.0	93.3 -0.7	93.2 -0.1	93.0 -0.2	- -	- -
3. Semi-durable goods	101.2 -1.6	100.8 -0.4	99.1 -1.7	98.7 -0.4	98.8 0.1	99.9 1.1	- -	- -
4. Non-durable goods	133.9 2.0	135.3 1.0	134.4 -0.6	133.1 -1.0	135.3 1.7	136.9 1.1	- -	- -
5. Services	115.0 0.3	115.6 0.5	116.1 0.5	116.7 0.5	117.7 0.8	118.2 0.5	- -	- -
6. Government expenditure on goods and services:	118.6 -0.8	120.8 1.9	121.8 0.8	123.0 0.9	123.1 0.1	124.9 1.4	- -	- -
7. Current expenditure	120.1 -0.9	122.6 2.0	123.6 0.8	124.8 1.0	124.8 -0.0	126.6 1.5	- -	- -
8. Capital expenditure	108.3 0.6	109.4 1.0	110.3 0.8	110.8 0.4	112.3 1.4	113.6 1.1	- -	- -
9. Business gross fixed capital formation:	110.6 0.4	110.1 -0.4	110.3 0.2	110.9 0.5	111.7 0.8	111.7 -0.0	- -	- -
10. Residential structures	140.3 1.0	142.1 1.3	143.0 0.7	143.7 0.5	143.9 0.2	146.2 1.6	- -	- -
11. Non-residential structures	136.8 0.4	137.2 0.3	138.1 0.6	139.2 0.8	141.1 1.4	142.7 1.2	- -	- -
12. Machinery and equipment	84.0 -0.3	81.9 -2.5	81.6 -0.4	81.9 0.4	82.8 1.1	81.1 -2.0	- -	- -
13. Exports of goods and services	100.6 -0.1	100.2 -0.3	101.4 1.2	101.7 0.3	103.7 1.9	102.7 -0.9	- -	- -
14. DEDUCT: Imports of goods and services	102.4 0.0	102.4 -0.0	102.6 0.3	102.7 0.0	104.9 2.1	102.4 -2.3	- -	- -
15. Gross Domestic Product at market prices	112.8 0.2 1.0	113.7 0.8 3.2	114.0 0.3 1.3	114.6 0.5 1.9	115.5 0.8 3.3	117.0 1.3 5.3	- - -	- - -
16. Final domestic demand	115.0 0.2	115.6 0.6	115.8 0.1	116.1 0.3	116.9 0.7	117.7 0.7	- -	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2003	2004	2005	2006
1. Wages, salaries and supplementary labour income (domestic basis)	262,261 4.4	275,843 5.2	289,247 4.9	302,344 4.5
2. Corporation profits before taxes	57,481 -4.9	64,479 12.2	64,161 -0.5	66,167 3.1
3. Interest and miscellaneous investment income	17,460 6.9	17,698 1.4	19,703 11.3	19,908 1.0
4. Net income of unincorporated business *	32,746 1.9	34,156 4.3	34,547 1.1	34,769 0.6
5. Inventory valuation adjustment	2,158	-926	-461	-931
6. Indirect taxes less subsidies	60,647 -0.9	64,919 7.0	68,200 5.1	70,639 3.6
7. Capital consumption allowances	59,908 3.8	61,919 3.4	64,017 3.4	66,291 3.6
8. Statistical discrepancy	755	-35	-11	-306
9. Gross Domestic Product at market prices	493,416 3.3	518,053 5.0	539,403 4.1	558,879 3.6

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	276,639 4.6	289,174 4.5	304,404 5.3	318,954 4.8
2. Durable goods	36,312 0.6	36,405 0.3	37,717 3.6	39,083 3.6
3. Semi-durable goods	23,474 2.0	24,194 3.1	24,745 2.3	25,956 4.9
4. Non-durable goods	64,197 7.2	67,623 5.3	72,229 6.8	74,630 3.3
5. Services	152,656 4.9	160,952 5.4	169,713 5.4	179,285 5.6
6. Government expenditure on goods and services:	100,493 8.2	105,127 4.6	111,837 6.4	118,766 6.2
7. Current expenditure	87,712 7.3	92,400 5.3	97,997 6.1	103,749 5.9
8. Capital expenditure	12,781 15.5	12,727 -0.4	13,840 8.7	15,017 8.5
9. Business gross fixed capital formation:	75,063 3.2	79,560 6.0	85,267 7.2	90,893 6.6
10. Residential structures	30,536 8.0	33,570 9.9	35,722 6.4	37,431 4.8
11. Non-residential structures	12,004 1.7	12,704 5.8	13,687 7.7	15,211 11.1
12. Machinery and equipment	32,523 -0.3	33,286 2.3	35,858 7.7	38,251 6.7
13. Exports of goods and services	311,083 -3.6	326,785 5.0	329,878 0.9	330,481 0.2
14. DEDUCT: Imports of goods and services	270,553 -1.7	284,665 5.2	296,826 4.3	305,880 3.1
15. Value of physical change in inventories:	1,446	2,037	4,831	5,358
16. Non-farm	1,459	1,847	4,841	5,301
17. Farm	-19	177	-25	71
18. Government	6	13	14	-14
19. Statistical discrepancy	-755	35	11	306
20. Gross Domestic Product at market prices	493,416 3.3	518,053 5.0	539,403 4.1	558,879 3.6
21. Final domestic demand	452,195 5.1	473,861 4.8	501,509 5.8	528,613 5.4

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 9

Millions of chained (1997) dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	249,433 3.1	257,151 3.1	266,919 3.8	276,860 3.7
2. <i>Durable goods</i>	37,047 1.1	37,527 1.3	39,170 4.4	41,389 5.7
3. <i>Semi-durable goods</i>	22,598 2.9	23,341 3.3	24,166 3.5	25,970 7.5
4. <i>Non-durable goods</i>	53,111 3.2	54,158 2.0	55,392 2.3	55,628 0.4
5. <i>Services</i>	136,916 3.7	142,364 4.0	148,549 4.3	154,769 4.2
6. Government expenditure on goods and services:	88,791 5.5	91,380 2.9	94,189 3.1	98,113 4.2
7. <i>Current expenditure</i>	76,488 4.2	79,241 3.6	81,303 2.6	84,503 3.9
8. <i>Capital expenditure</i>	12,378 15.4	12,140 -1.9	12,935 6.5	13,686 5.8
9. Business gross fixed capital formation:	70,404 3.8	73,422 4.3	77,632 5.7	82,281 6.0
10. <i>Residential structures</i>	24,864 2.7	25,656 3.2	26,179 2.0	26,319 0.5
11. <i>Non-residential structures</i>	10,104 -1.4	10,057 -0.5	10,243 1.8	11,036 7.8
12. <i>Machinery and equipment</i>	35,128 6.7	37,628 7.1	41,883 11.3	46,466 10.9
13. Exports of goods and services	306,278 -0.5	322,204 5.2	327,731 1.7	327,260 -0.1
14. DEDUCT: Imports of goods and services	261,639 3.5	277,540 6.1	289,204 4.2	298,343 3.2
15. Value of physical change in inventories:	2,936	2,119	5,221	4,955
16. <i>Non-farm</i>	2,886	1,786	5,054	4,863
17. <i>Farm</i>	53	325	156	100
18. <i>Government</i>	-3	7	11	-9
19. Statistical discrepancy	-688	30	9	267
20. Gross Domestic Product at market prices	455,538 1.2	468,767 2.9	482,429 2.9	491,261 1.8
21. Final domestic demand	408,651 3.8	421,954 3.3	438,672 4.0	457,122 4.2

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2003	2004	2005	2006
1. Wages, salaries and supplementary labour income (national basis)	258,627 4.2	271,698 5.1	285,766 5.2	298,694 4.5
2. Net income of unincorporated business *	32,746 1.9	34,156 4.3	34,547 1.1	34,769 0.6
3. Interest, dividends and miscellaneous investment income	43,074 -1.6	44,926 4.3	47,401 5.5	51,709 9.1
4. Current transfers from government, corporations and non-residents	46,759 3.4	48,756 4.3	50,348 3.3	52,876 5.0
5. Equals: Personal income	381,205 3.2	399,535 4.8	418,062 4.6	438,047 4.8
6. Deduct: Personal direct taxes	59,637 0.3	64,463 8.1	70,785 9.8	74,000 4.5
7. Other current transfers to government	27,131 5.2	27,645 1.9	28,861 4.4	29,514 2.3
8. Equals: Personal disposable income	294,438 3.6	307,428 4.4	318,417 3.6	334,533 5.1
9. Deduct: Personal expenditure on consumer goods and services	276,639 4.6	289,174 4.5	304,404 5.3	318,954 4.8
10. Current transfers to corporations	5,245 12.7	5,573 6.3	6,175 10.8	7,002 13.4
11. Current transfers to non-residents	1,230 -6.4	1,345 9.4	1,533 13.9	1,577 2.9
12. Equals: Personal saving	11,323 -17.3	11,336 0.1	6,305 -44.4	7,001 11.0
13. Personal saving rate (percent)	3.8	3.7	2.0	2.1
14. Real personal disposable income ** (millions of chained (1997) dollars)	265,481 2.2	273,386 3.0	279,208 2.1	290,383 4.0
15. Population (thousands)	12,263 1.3	12,417 1.3	12,559 1.1	12,687 1.0
16. Personal disposable income per capita (dollars)	24,011 2.3	24,759 3.1	25,354 2.4	26,368 4.0
17. Real personal disposable income per capita (chained (1997) dollars)	21,650 0.8	22,017 1.7	22,232 1.0	22,888 3.0

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 11***Millions of dollars*

	2003	2004	2005	2006
1. Exports of goods and services	311,083 -3.6	326,785 5.0	329,878 0.9	330,481 0.2
2. Of which: International	218,524 -6.6	230,771 5.6	232,741 0.9	230,019 -1.2
3. Of which: Interprovincial	92,559 4.2	96,014 3.7	97,137 1.2	100,462 3.4
4. Imports of goods and services	270,553 -1.7	284,665 5.2	296,826 4.3	305,880 3.1
5. Trade balance	40,530	42,120	33,052	24,601

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (1997) dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	110.9 1.4	112.4 1.4	114.0 1.4	115.2 1.0
2. Durable goods	98.0 -0.5	97.0 -1.0	96.3 -0.7	94.5 -1.9
3. Semi-durable goods	103.9 -0.9	103.7 -0.2	102.4 -1.2	100.0 -2.4
4. Non-durable goods	120.9 3.8	124.9 3.3	130.4 4.4	134.2 2.9
5. Services	111.5 1.3	113.1 1.4	114.2 1.1	115.8 1.4
6. Government expenditure on goods and services:	113.2 2.6	115.0 1.7	118.7 3.2	121.0 1.9
7. Current expenditure	114.7 3.0	116.6 1.7	120.5 3.4	122.8 1.9
8. Capital expenditure	103.3 0.2	104.9 1.5	107.0 2.0	109.7 2.6
9. Business gross fixed capital formation:	106.6 -0.6	108.4 1.6	109.8 1.4	110.5 0.6
10. Residential structures	122.7 5.1	130.8 6.6	136.4 4.3	142.2 4.2
11. Non-residential structures	118.8 3.1	126.3 6.3	133.6 5.8	137.8 3.1
12. Machinery and equipment	92.7 -6.4	88.5 -4.5	85.7 -3.2	82.3 -3.9
13. Exports of goods and services	101.6 -3.1	101.4 -0.2	100.7 -0.7	101.0 0.3
14. DEDUCT: Imports of goods and services	103.5 -4.9	102.6 -0.9	102.6 0.1	102.5 -0.1
15. Gross Domestic Product at market prices	108.3 2.1	110.5 2.0	111.8 1.2	113.8 1.7
16. Final domestic demand	110.7 1.3	112.3 1.5	114.3 1.8	115.6 1.2

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (1997) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Goods Producing Industries	125,831 -0.9	126,836 0.8	129,010 1.7	128,950 -0.0	128,802 -0.1	128,277 -0.4	128,546 0.2	128,244 -0.2
2. Primary	7,185 1.5	7,415 3.2	7,453 0.5	7,693 3.2	7,678 -0.2	7,833 2.0	7,779 -0.7	7,425 -4.6
3. Agriculture, Forestry, Fishing & Hunting	4,443 1.9	4,575 3.0	4,557 -0.4	4,845 6.3	4,820 -0.5	4,942 2.5	4,937 -0.1	4,747 -3.9
4. Mining	2,745 1.1	2,848 3.7	2,908 2.1	2,864 -1.5	2,870 0.2	2,901 1.1	2,849 -1.8	2,681 -5.9
5. Utilities	9,837 3.8	9,745 -0.9	10,259 5.3	10,942 6.7	10,742 -1.8	10,384 -3.3	10,539 1.5	10,469 -0.7
6. Electric Power	7,923 3.4	7,797 -1.6	8,237 5.6	8,860 7.6	8,693 -1.9	8,396 -3.4	8,501 1.2	8,487 -0.2
7. Natural Gas, Water and Other	1,947 5.9	1,986 2.0	2,068 4.1	2,137 3.3	2,090 -2.2	2,017 -3.5	2,056 1.9	1,987 -3.4
8. Construction	22,116 -2.7	21,874 -1.1	22,224 1.6	22,225 0.0	22,139 -0.4	22,425 1.3	22,722 1.3	22,961 1.0
9. Residential Buildings	9,089 -4.6	9,060 -0.3	9,446 4.3	9,296 -1.6	9,197 -1.1	9,365 1.8	9,417 0.6	9,313 -1.1
10. Non-Residential Buildings and Engineering	13,027 -1.3	12,815 -1.6	12,777 -0.3	12,929 1.2	12,942 0.1	13,060 0.9	13,306 1.9	13,648 2.6
11. Manufacturing	86,731 -1.1	87,883 1.3	89,199 1.5	88,258 -1.1	88,390 0.1	87,760 -0.7	87,610 -0.2	87,473 -0.2
12. Food, Beverage, & Tobacco Products	9,545 -0.1	9,706 1.7	9,863 1.6	9,748 -1.2	9,779 0.3	10,000 2.3	10,104 1.0	9,855 -2.5
13. Textile, Clothing, & Leather Products	1,682 -4.2	1,599 -4.9	1,490 -6.8	1,418 -4.8	1,492 5.2	1,416 -5.1	1,435 1.4	1,451 1.1
14. Wood Products and Furniture	4,568 -2.5	4,501 -1.5	4,476 -0.6	4,614 3.1	4,611 -0.1	4,539 -1.6	4,450 -2.0	4,391 -1.3
15. Paper Products and Printing	6,265 -4.0	6,198 -1.1	6,222 0.4	6,015 -3.3	6,059 0.7	6,108 0.8	6,196 1.4	6,095 -1.6
16. Chemical and Petroleum Products	9,166 -1.0	8,915 -2.7	9,059 1.6	8,811 -2.7	8,745 -0.8	8,894 1.7	8,820 -0.8	8,756 -0.7
17. Plastic and Rubber Products	5,718 -1.9	5,773 1.0	5,672 -1.7	5,657 -0.3	5,497 -2.8	5,399 -1.8	5,347 -1.0	5,463 2.2
18. Primary Metal & Fabricated Metal Products	12,383 -4.9	12,854 3.8	13,051 1.5	12,825 -1.7	12,836 0.1	12,704 -1.0	12,157 -4.3	12,159 0.0
19. Machinery	5,690 -3.8	5,726 0.6	5,768 0.7	5,575 -3.3	5,735 2.9	5,832 1.7	5,726 -1.8	5,989 4.6

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
20. Electrical and Electronic Products	7,574 -1.3	7,676 1.3	8,054 4.9	8,029 -0.3	8,333 3.8	8,375 0.5	8,233 -1.7	8,391 1.9
21. Transportation Equipment	19,798 2.0	20,096 1.5	20,554 2.3	20,220 -1.6	20,182 -0.2	19,849 -1.7	20,555 3.6	20,739 0.9
22. Auto Industry (Vehicles & Parts)	18,343 2.5	18,633 1.6	19,117 2.6	18,660 -2.4	18,672 0.1	18,372 -1.6	19,030 3.6	19,224 1.0
23. Other Transportation Equipment	1,455 -3.6	1,463 0.5	1,436 -1.8	1,559 8.6	1,510 -3.2	1,477 -2.2	1,525 3.3	1,516 -0.6
24. Other Manufacturing	4,155 -0.8	4,355 4.8	4,209 -3.4	4,266 1.3	4,280 0.3	4,050 -5.4	4,237 4.6	4,075 -3.8
25. Services Producing Industries	297,930 1.1	301,884 1.3	303,258 0.5	305,088 0.6	307,682 0.9	310,899 1.0	314,199 1.1	316,644 0.8
26. Wholesale Trade	29,084 -0.2	30,175 3.8	30,500 1.1	30,892 1.3	31,173 0.9	32,122 3.0	32,603 1.5	33,381 2.4
27. Retail Trade	23,359 2.1	23,484 0.5	24,135 2.8	24,563 1.8	24,786 0.9	24,906 0.5	24,875 -0.1	24,941 0.3
28. Transportation and Warehousing	16,873 0.2	16,902 0.2	16,892 -0.1	16,849 -0.3	16,998 0.9	17,188 1.1	17,559 2.2	17,603 0.3
29. Information & Culture (including Telecommunications)	17,668 0.2	17,886 1.2	17,706 -1.0	17,632 -0.4	17,874 1.4	18,201 1.8	18,720 2.9	18,796 0.4
30. Finance, Insurance, Real Estate, Rental & Leasing	93,282 1.2	94,618 1.4	94,832 0.2	95,774 1.0	97,036 1.3	97,570 0.6	98,707 1.2	99,310 0.6
31. Professional and Administrative Services	32,720 1.9	33,456 2.2	33,796 1.0	34,167 1.1	34,059 -0.3	34,618 1.6	34,826 0.6	34,860 0.1
32. Education	18,131 2.4	18,580 2.5	18,112 -2.5	18,108 -0.0	18,580 2.6	18,813 1.3	18,965 0.8	19,077 0.6
33. Health Care and Social Services	23,122 0.3	23,179 0.2	23,336 0.7	23,298 -0.2	23,273 -0.1	23,440 0.7	23,714 1.2	23,810 0.4
34. Arts, Entertainment & Recreation	3,873 -1.1	3,835 -1.0	3,796 -1.0	3,729 -1.8	3,699 -0.8	3,743 1.2	3,801 1.6	3,903 2.7
35. Accommodation and Food	8,265 1.5	8,333 0.8	8,520 2.2	8,671 1.8	8,591 -0.9	8,523 -0.8	8,419 -1.2	8,395 -0.3
36. Other Services	10,176 1.1	10,181 0.0	10,099 -0.8	10,209 1.1	10,291 0.8	10,329 0.4	10,399 0.7	10,400 0.0
37. Public Administration	21,700 1.6	21,620 -0.4	21,937 1.5	21,637 -1.4	21,827 0.9	22,013 0.9	22,244 1.0	22,860 2.8
38. Total Production	424,067 0.5	429,077 1.2	432,675 0.8	434,494 0.4	436,911 0.6	439,583 0.6	443,133 0.8	445,251 0.5
	<i>*</i> 2.0	4.8	3.4	1.7	2.2	2.5	3.3	1.9

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Goods Producing Industries	127,870 -0.3	126,091 -1.4	124,760 -1.1	124,572 -0.2	124,174 -0.3	124,050 -0.1	-	-
2. Primary	7,536 1.5	7,519 -0.2	7,519 0.0	7,697 2.4	7,679 -0.2	7,553 -1.6	-	-
3. Agriculture, Forestry, Fishing & Hunting	4,754 0.2	4,803 1.0	4,825 0.5	4,941 2.4	4,974 0.7	4,790 -3.7	-	-
4. Mining	2,792 4.2	2,737 -2.0	2,727 -0.4	2,800 2.7	2,732 -2.4	2,708 -0.9	-	-
5. Utilities	10,310 -1.5	10,294 -0.2	10,265 -0.3	9,981 -2.8	9,992 0.1	10,228 2.4	-	-
6. Electric Power	8,346 -1.7	8,375 0.4	8,339 -0.4	8,029 -3.7	8,029 0.0	8,232 2.5	-	-
7. Natural Gas, Water and Other	1,983 -0.2	1,956 -1.4	1,982 1.3	2,026 2.2	2,036 0.5	2,071 1.7	-	-
8. Construction	23,580 2.7	23,277 -1.3	23,260 -0.1	23,401 0.6	23,554 0.7	23,239 -1.3	-	-
9. Residential Buildings	9,780 5.0	9,441 -3.5	9,334 -1.1	9,347 0.1	9,415 0.7	9,156 -2.8	-	-
10. Non-Residential Buildings and Engineering	13,800 1.1	13,836 0.3	13,926 0.6	14,054 0.9	14,142 0.6	14,090 -0.4	-	-
11. Manufacturing	86,483 -1.1	85,080 -1.6	83,835 -1.5	83,652 -0.2	82,977 -0.8	83,108 0.2	-	-
12. Food, Beverage, & Tobacco Products	9,791 -0.7	9,534 -2.6	9,637 1.1	9,441 -2.0	9,106 -3.5	9,198 1.0	-	-
13. Textile, Clothing, & Leather Products	1,382 -4.8	1,352 -2.2	1,228 -9.2	1,158 -5.6	1,216 5.0	1,243 2.2	-	-
14. Wood Products and Furniture	4,458 1.5	4,559 2.3	4,597 0.8	4,277 -7.0	4,225 -1.2	4,051 -4.1	-	-
15. Paper Products and Printing	5,897 -3.2	5,658 -4.1	5,397 -4.6	5,312 -1.6	5,172 -2.6	5,230 1.1	-	-
16. Chemical and Petroleum Products	8,668 -1.0	8,677 0.1	8,513 -1.9	8,306 -2.4	8,261 -0.5	8,271 0.1	-	-
17. Plastic and Rubber Products	5,391 -1.3	5,072 -5.9	4,978 -1.9	4,936 -0.8	4,808 -2.6	4,945 2.8	-	-
18. Primary Metal & Fabricated Metal Products	12,032 -1.0	11,761 -2.3	11,580 -1.5	11,707 1.1	11,761 0.5	11,884 1.0	-	-
19. Machinery	6,069 1.3	5,705 -6.0	5,833 2.2	5,726 -1.8	5,694 -0.6	6,004 5.5	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (1997) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
20. Electrical and Electronic Products	8,277 -1.4	8,105 -2.1	7,934 -2.1	8,376 5.6	8,435 0.7	8,593 1.9	-	-
21. Transportation Equipment	20,119 -3.0	20,293 0.9	19,858 -2.1	20,082 1.1	20,191 0.5	19,502 -3.4	-	-
22. Auto Industry (Vehicles & Parts)	18,295 -4.8	18,129 -0.9	17,438 -3.8	17,423 -0.1	17,562 0.8	17,085 -2.7	-	-
23. Other Transportation Equipment	1,600 5.6	1,715 7.2	1,747 1.9	1,763 0.9	1,746 -1.0	1,666 -4.6	-	-
24. Other Manufacturing	4,438 8.9	4,441 0.1	4,395 -1.1	4,486 2.1	4,332 -3.4	4,334 0.0	-	-
25. Services Producing Industries	319,846 1.0	322,759 0.9	325,076 0.7	327,849 0.9	330,905 0.9	333,541 0.8	-	-
26. Wholesale Trade	34,297 2.7	34,618 0.9	34,890 0.8	34,428 -1.3	35,068 1.9	35,135 0.2	-	-
27. Retail Trade	25,185 1.0	25,594 1.6	26,115 2.0	26,510 1.5	26,507 -0.0	27,082 2.2	-	-
28. Transportation and Warehousing	17,677 0.4	17,663 -0.1	17,712 0.3	17,608 -0.6	17,619 0.1	17,554 -0.4	-	-
29. Information & Culture (including Telecommunications)	18,763 -0.2	18,728 -0.2	18,841 0.6	19,069 1.2	19,023 -0.2	19,113 0.5	-	-
30. Finance, Insurance, Real Estate, Rental & Leasing	99,869 0.6	101,042 1.2	102,438 1.4	104,176 1.7	105,700 1.5	107,085 1.3	-	-
31. Professional and Administrative Services	35,379 1.5	36,144 2.2	36,410 0.7	36,642 0.6	37,201 1.5	37,588 1.0	-	-
32. Education	19,234 0.8	19,357 0.6	19,066 -1.5	19,320 1.3	19,416 0.5	19,588 0.9	-	-
33. Health Care and Social Services	23,931 0.5	24,166 1.0	24,398 1.0	24,644 1.0	24,887 1.0	25,003 0.5	-	-
34. Arts, Entertainment & Recreation	3,840 -1.6	3,888 1.3	3,838 -1.3	4,002 4.3	4,044 1.1	4,089 1.1	-	-
35. Accommodation and Food	8,572 2.1	8,640 0.8	8,819 2.1	9,086 3.0	9,053 -0.4	8,965 -1.0	-	-
36. Other Services	10,473 0.7	10,489 0.2	10,569 0.8	10,654 0.8	10,716 0.6	10,794 0.7	-	-
37. Public Administration	22,919 0.3	23,017 0.4	22,860 -0.7	22,883 0.1	22,914 0.1	22,991 0.3	-	-
38. Total Production	447,881 0.6 2.4	449,181 0.3 1.2	450,333 0.3 1.0	453,084 0.6 2.5	455,671 0.6 2.3	458,346 0.6 2.4	-	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.
Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES

TABLE 14

Millions of chained (1997) dollars

	2003	2004	2005	2006
1. Goods Producing Industries	125,040 -0.1	127,657 2.1	128,467 0.6	125,823 -2.1
2. Primary	7,045 -3.9	7,437 5.6	7,679 3.3	7,568 -1.5
3. Agriculture, Forestry, Fishing & Hunting	4,403 -0.8	4,605 4.6	4,862 5.6	4,831 -0.6
4. Mining	2,639 -8.6	2,841 7.7	2,825 -0.6	2,764 -2.2
5. Utilities	9,919 -0.9	10,196 2.8	10,534 3.3	10,213 -3.0
6. Electric Power	7,935 -1.9	8,204 3.4	8,519 3.8	8,272 -2.9
7. Natural Gas, Water and Other	2,032 3.2	2,034 0.1	2,037 0.1	1,987 -2.5
8. Construction	21,753 3.0	22,110 1.6	22,562 2.0	23,380 3.6
9. Residential Buildings	8,888 4.8	9,223 3.8	9,323 1.1	9,476 1.6
10. Non-Residential Buildings and Engineering	12,866 1.8	12,887 0.2	13,239 2.7	13,904 5.0
11. Manufacturing	86,432 -0.6	88,018 1.8	87,808 -0.2	84,763 -3.5
12. Food, Beverage, & Tobacco Products	9,362 -1.1	9,715 3.8	9,935 2.3	9,601 -3.4
13. Textile, Clothing, & Leather Products	1,625 -12.2	1,547 -4.8	1,449 -6.4	1,280 -11.6
14. Wood Products and Furniture	4,669 -5.4	4,540 -2.8	4,498 -0.9	4,473 -0.6
15. Paper Products and Printing	6,385 -1.3	6,175 -3.3	6,114 -1.0	5,566 -9.0
16. Chemical and Petroleum Products	8,893 3.0	8,988 1.1	8,804 -2.0	8,541 -3.0
17. Plastic and Rubber Products	5,826 -2.0	5,705 -2.1	5,427 -4.9	5,094 -6.1
18. Primary Metal & Fabricated Metal Products	12,849 -1.9	12,778 -0.6	12,464 -2.5	11,770 -5.6
19. Machinery	5,860 -3.2	5,690 -2.9	5,821 2.3	5,833 0.2

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 1997 PRICES**TABLE 14***Millions of chained (1997) dollars*

	2003	2004	2005	2006
20. Electrical and Electronic Products	7,970 3.6	7,833 -1.7	8,333 6.4	8,173 -1.9
21. Transportation Equipment	18,760 1.5	20,167 7.5	20,331 0.8	20,088 -1.2
22. Auto Industry (Vehicles & Parts)	17,404 1.6	18,688 7.4	18,825 0.7	17,821 -5.3
23. Other Transportation Equipment	1,356 0.4	1,478 9.0	1,507 1.9	1,707 13.2
24. Other Manufacturing	4,142 1.8	4,246 2.5	4,161 -2.0	4,440 6.7
25. Services Producing Industries	292,653 2.0	302,040 3.2	312,356 3.4	323,883 3.7
26. Wholesale Trade	28,641 4.4	30,163 5.3	32,320 7.2	34,558 6.9
27. Retail Trade	23,088 3.4	23,885 3.5	24,877 4.2	25,851 3.9
28. Transportation and Warehousing	16,467 -0.1	16,879 2.5	17,337 2.7	17,665 1.9
29. Information & Culture (including Telecommunications)	17,591 0.6	17,723 0.8	18,398 3.8	18,850 2.5
30. Finance, Insurance, Real Estate, Rental & Leasing	90,837 1.7	94,627 4.2	98,156 3.7	101,881 3.8
31. Professional and Administrative Services	32,761 3.1	33,535 2.4	34,591 3.1	36,144 4.5
32. Education	17,569 1.1	18,233 3.8	18,859 3.4	19,244 2.0
33. Health Care and Social Services	22,674 2.8	23,234 2.5	23,559 1.4	24,285 3.1
34. Arts, Entertainment & Recreation	3,802 0.6	3,808 0.2	3,787 -0.6	3,892 2.8
35. Accommodation and Food	8,265 -8.4	8,447 2.2	8,482 0.4	8,779 3.5
36. Other Services	10,010 1.9	10,166 1.6	10,355 1.9	10,547 1.8
37. Public Administration	21,227 4.9	21,723 2.3	22,236 2.4	22,920 3.1
38. Total Production	418,062 1.3	430,078 2.9	441,219 2.6	450,120 2.0

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics.fin@ontario.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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**Ontario
Ministry
of Finance**

**Third Quarter
of 2007**
(July, August, September)

Ontario Economic Accounts



January 2008
Third Quarter of 2007
(July, August, September)

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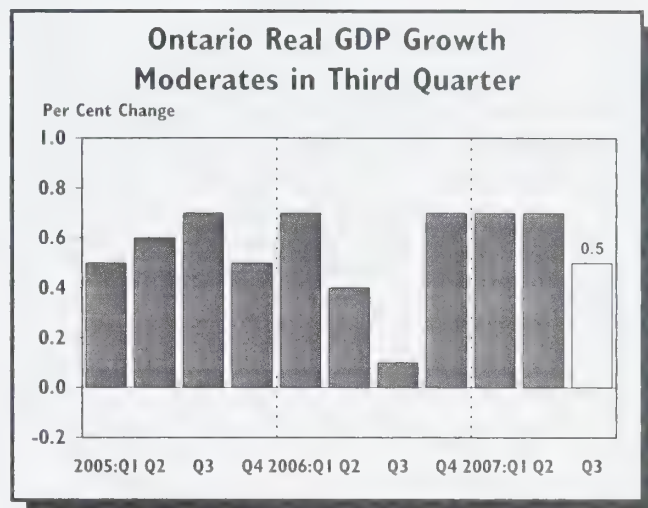
Ontario Ministry of Finance

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THIRD QUARTER HIGHLIGHTS

- ❑ Ontario's **real Gross Domestic Product** grew 0.5% (2.0% annualized) in the third (July to September) quarter of 2007, following growth of 0.7% over the previous three quarters.
- ❑ Economic growth was led by a large build-up in business inventories, along with solid gains in household and business spending. **Final domestic demand** increased by 1.1% in the third quarter, following a similar 1.0% advance in the previous quarter. **Net trade** dampened economic growth as imports outpaced exports, reflecting the substantial appreciation of the Canadian dollar against the U.S. currency.
- ❑ **Household spending** grew by 0.7%, after rising 1.1% in the previous quarter. Personal spending on services provided most of the lift, jumping 1.5% in the third quarter, following a 1.0% gain in the second quarter.
- ❑ Ontario's **real residential construction investment** advanced at a solid 1.5% pace, following two quarters of essentially no growth. Both new housing construction and home renovation activity increased in the quarter.
- ❑ Strong business capital spending also provided a source of growth for the economy in the quarter, as Ontario businesses continued to take advantage of lower prices for imported machinery afforded by the rising Canadian dollar. Both **real machinery and equipment spending** (+4.0%) and **real non-residential construction investment** (+1.3%), grew strongly in the third quarter.
- ❑ **Business inventories** surged by \$8.8 billion (\$2002), up from the \$4.5 billion accumulation in the second quarter. The third quarter accumulation reflected a large build-up of motor vehicles particularly at the wholesale and retail level.
- ❑ Ontario's **net trade surplus** narrowed to just over \$6.8 billion (\$2002) in the third quarter, down from \$13.8 billion in the second quarter, as growth in **real imports** (+2.7%) exceeded that of **real exports** (+0.5%).
- ❑ In **current dollars**, **GDP** grew by 0.8% in the third quarter, slowing from a 1.9% pace in the



second quarter. Economy-wide prices, as measured by the **GDP implicit price index**, moderated in the third quarter, rising by 0.3% following a 1.2% second quarter increase.

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS

(% change from previous period)

	2005	2006	2006q4	2007q1	2007q2	2007q3
Real GDP (Chained \$ 2002)	2.9	2.1	0.7	0.7	0.7	0.5
<i>(annualized rate)</i>			2.8	2.7	2.8	2.0
Personal spending	3.6	3.5	1.3	0.2	1.1	0.7
Government spending	3.1	3.7	1.2	0.5	0.6	0.9
Residential construction	1.8	1.1	1.1	-0.1	0.1	1.5
Non-residential construction	3.6	10.4	3.3	-0.7	0.7	1.3
Machinery & equipment	9.1	11.2	3.4	-0.8	2.3	4.0
Final Domestic Demand	3.7	4.1	1.5	0.2	1.0	1.1
Exports	2.2	-0.2	2.9	1.3	-1.1	0.5
Imports	3.9	2.7	2.5	0.3	0.0	2.7
Business inventories (Chained \$2002 billions)	3.5	3.3	3.2	2.1	4.5	8.8
Nominal GDP (\$ Current)	3.9	3.9	1.3	1.6	1.9	0.8
Corporate profits	-2.7	3.2	6.3	0.1	-0.4	3.2
Personal income	4.5	4.8	1.5	1.7	1.4	0.5
Disposable income	3.9	5.2	1.3	1.4	0.4	0.9
Implicit price index, GDP	0.9	1.7	0.6	0.9	1.2	0.3

Estimates for the 2003-2006 period reflect Statistics Canada's release of the final 2006 Provincial Economic Accounts (PEA). In addition, all prices and constant dollar estimates have been rebased to reflect the change to a 2002 reference year.

DEMAND AND INCOMES

CONSUMER SPENDING GROWTH CONTINUES

Real consumer spending grew by 0.7% in the third quarter, after rising 1.1% in the previous quarter.

Strong growth in personal expenditures on services contributed to the overall increase. Household spending on services jumped 1.5% in the third quarter, following a 1.0% increase in the previous quarter.

Slower growth in **real spending on durable goods** moderated the overall growth of consumer

spending. Personal expenditures on durable goods increased by a modest 0.3% in the third quarter, less than half the pace recorded in the second quarter (+0.8%). A 2.2% decline in motor vehicle sales was the major source of weaker durable spending.

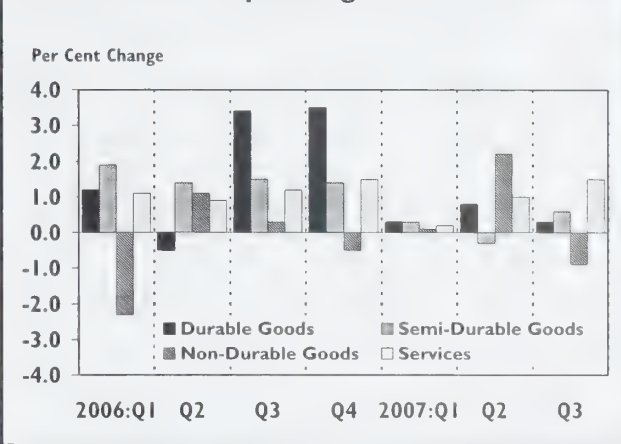
A 0.9 % decline in **real spending on non-durables** curbed overall household spending growth in the third quarter. Lower purchases of food, tobacco and alcohol, along with lower gasoline and natural gas purchases resulted in the decline.

Personal disposable income increased 0.9%, following a 0.4% gain in the previous quarter. Labour income, the largest component of household income, grew by 0.9%, as employment rose by 0.5% or 35,000 jobs in the third quarter.

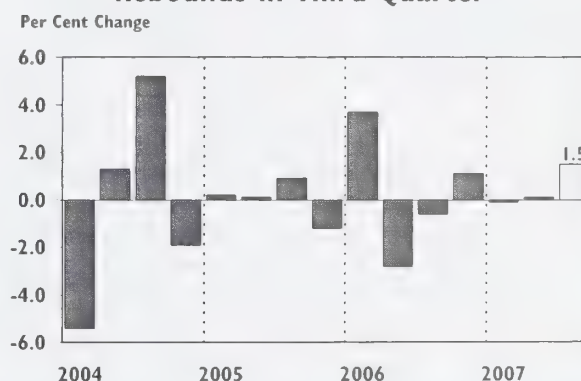
RESIDENTIAL CONSTRUCTION REBOUNDS

Real residential construction investment grew by 1.5%, following two quarters of little change. A 2.8% advance in new housing construction was a key driver in the third quarter rebound as housing starts jumped to their highest level (over 67,000 units at an annual rate) in more than a year. Renovation activity provided an added boost, increasing by 1.4% in third quarter, after declining 1.7% in the second quarter. A levelling-off in the resale market moderated these gains, as ownership transfer costs (which includes real estate commissions) slipped 0.6%, following a 7.2% jump in the second quarter.

Real Consumer Spending Growth Continues



Real Residential Construction Rebounds in Third Quarter

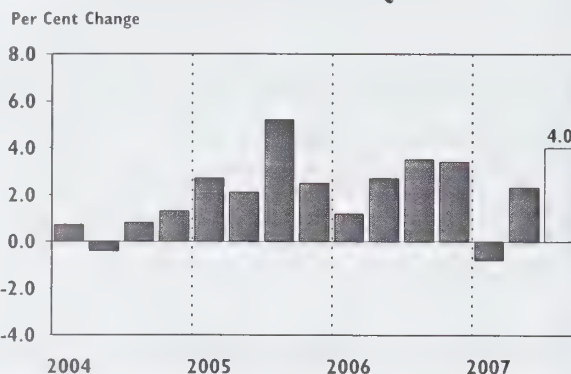


BUSINESS INVESTMENT REMAINS STRONG

Ontario businesses continued to invest heavily in new machinery. Spending on **real machinery and equipment** accelerated in the third quarter, jumping 4.0% following a 2.3% gain in the previous quarter. Businesses continued to take advantage of the strength in the dollar by purchasing imported capital at lower prices.

Business investment in **non-residential construction** also strengthened, advancing 1.3% in the third quarter following growth of 0.7% in the second quarter. Business investment on new buildings grew by a solid 2.6% in the third quarter, supported by a strong 7.2% gain in the construction of industrial buildings.

Real Machinery and Equipment Investment Accelerates in Third Quarter

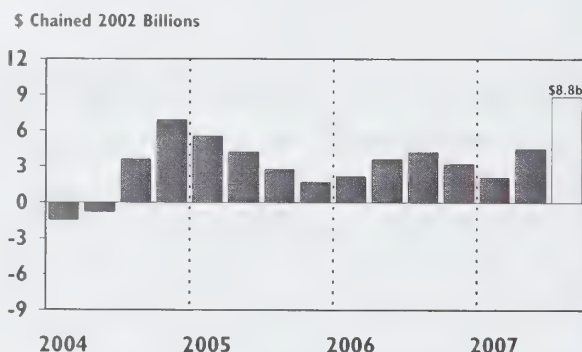


Ontario **corporate profits**, on a national accounts basis, jumped 3.2% in the third quarter, following a 0.4% decline in the previous quarter. The growth in profits reflected stronger earnings in the banking sector along with solid gains in net income by Ontario wholesalers and retailers.

LARGE BUILD-UP OF INVENTORIES

Ontario businesses added \$8.8 billion (\$2002) to **inventories** in the third quarter, following a second quarter accumulation of \$4.5 billion. Retail inventories jumped substantially, with a notable increase in motor vehicle stocks. Wholesale inventory accumulation was also stronger, with large increases in stocks of both motor vehicles and machinery and equipment.

Business Inventory Accumulation Accelerates



IMPORTS STRONGER THAN EXPORTS

The greater buying power provided to Ontario households and businesses by the increase in the Canadian dollar, was reflected in the sharp growth in imports in the third quarter. **Real imports** advanced at a brisk 2.7% pace in the third quarter, following essentially no growth in the second quarter. The third quarter surge in imports was the strongest in three years with increases occurring across all major categories of imported goods. Travel imports were also stronger, as the soaring dollar stimulated travel spending.

Real exports advanced at a more modest pace, rebounding 0.5% in the third quarter after declining 1.1% in the previous quarter. Export advances were concentrated in automotive products and industrial goods and materials.

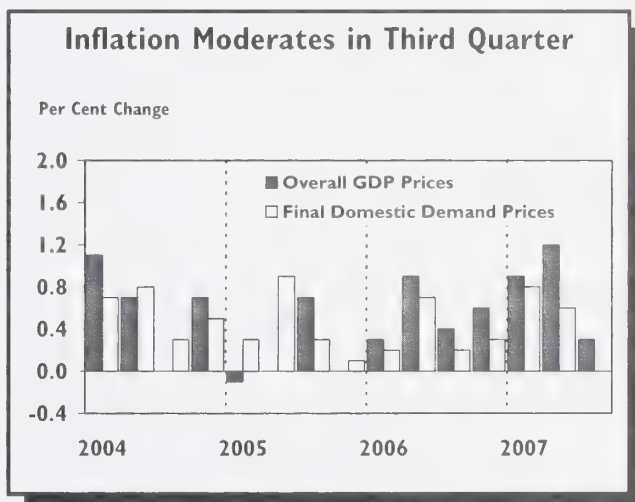
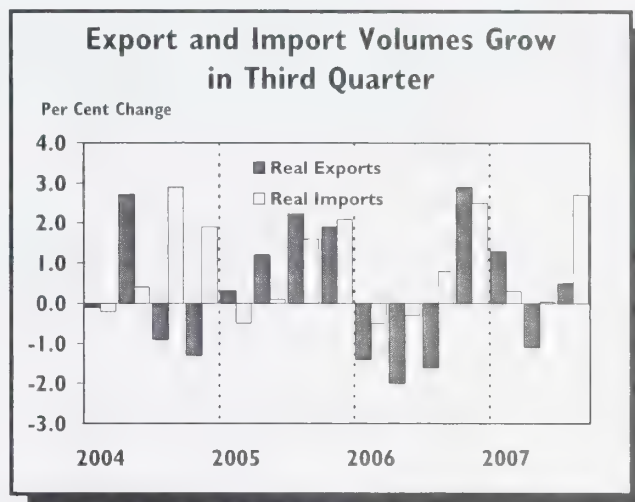
With import growth outpacing that of exports, Ontario's **net trade surplus** narrowed to just over \$6.8 billion (\$2002) in the third quarter, down from \$13.8 billion in the previous quarter.

GDP INFLATION EASES IN THIRD QUARTER

Economy-wide prices, as measured by the GDP implicit price index, rose 0.3% in the third quarter, following a 1.2% increase in the previous quarter. The more modest growth in prices was helped by the continuing appreciation of the Canadian dollar which rose 5.1% against its U.S. counterpart in the third quarter. Import prices, which have fallen in seven of the last eight quarters, decreased 2.3%. The strong Canadian dollar also had a moderating impact on prices received by Ontario exporters. Export prices were 2.4% lower in the third quarter.

Lower import prices dampened lower Ontario's domestic demand prices in the third quarter.

Economy-wide domestic prices, which had risen by an average of 0.7% in the first two quarters of 2007, were flat in the third quarter. Both consumers and businesses paid lower prices for goods and services. Consumer prices fell for the first time in a year, dipping 0.2%, while machinery and equipment prices dropped by 2.3%.



Strong demand conditions continued to exert upward pressure on both residential and non-residential construction prices in the third quarter. Residential investment prices increased 0.8%, rising for the 12th consecutive quarter. Non-residential investment prices also increased by 0.8%, advancing for the 17th consecutive quarter.

ONTARIO PRODUCTION BY INDUSTRY

HIGHLIGHTS

Output by industry grew 0.5% in the third quarter after averaging 0.8% growth over the previous two quarters. Service sector activity advanced 0.6% while overall output by the goods-producing sector remained essentially unchanged.

The financial (+0.5%), wholesale trade (+1.4%), construction (+1.3%) and transportation and warehousing (+1.6%) sectors all posted solid growth in the quarter. Production was down in the manufacturing (-0.2%) and primary (-1.9%) sectors.

ONTARIO OUTPUT BY INDUSTRY

(% change from previous period, chained \$2002)

	2005	2006	2006q4	2007q1	2007q2	2007q3
Goods Sector	1.5	-1.8	-0.3	1.3	-0.5	0.0
Primary Industries	3.0	-0.3	2.5	-0.6	-1.6	-1.9
Utilities	4.9	-2.7	-2.7	-0.2	2.5	-0.7
Construction	6.8	5.6	0.4	0.1	-0.9	1.3
Manufacturing	-0.4	-3.9	-0.7	1.9	-0.5	-0.2
Of which: Auto Industry	0.4	-3.9	1.1	3.3	-3.8	3.4
Service Sector	3.1	4.0	1.3	0.6	1.1	0.6
Wholesale Trade	6.1	7.0	-1.2	0.6	1.5	1.4
Retail Trade	2.8	4.2	1.9	0.8	1.9	0.5
Transportation and Warehousing	2.8	1.9	-0.5	-0.6	0.2	1.6
Information and Cultural Industries	3.9	3.1	2.4	-0.4	0.7	1.0
Finance, Insurance, Real Estate	3.1	4.1	1.6	1.2	1.5	0.5
Public Administration	1.9	4.0	0.6	0.0	0.9	0.9
Ontario Output at Basic Prices	2.6	2.3	0.7	0.9	0.7	0.5
(annualized rates)			2.9	3.5	2.6	1.8

Notes:

- Output by industry is defined as real gross domestic product (GDP) at basic prices in chained 2002 dollars. GDP at basic prices includes taxes net of subsidies on labour and capital inputs, but not those on final products.
- These estimates mark the switch to 2002 as a reference year and include revisions from 2003 to 2006 due to Statistics Canada's release of new Provincial Economic Accounts data for those years.

MANUFACTURING OUTPUT LOWER

The manufacturing sector's output slipped by 0.2% in the third quarter. The sector has been challenged by the strong Canadian dollar, weakening U.S. demand and low-cost foreign competition.

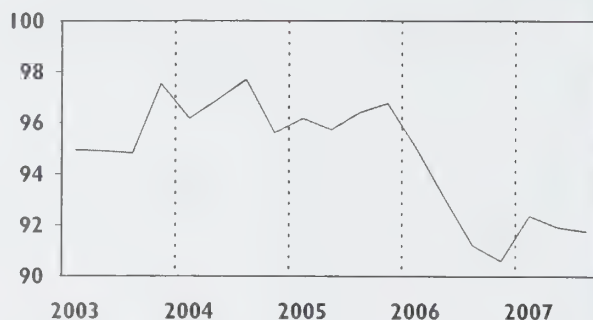
Seven of the eleven manufacturing industries included in the Ontario Economic Accounts, representing 58% of the sector's production, reduced their output in the third quarter.

Output reductions were significant in the primary and fabricated metal products (-3.2%) and the chemical and petroleum products (-3.3%) industries. Machinery production declined 0.9% following a strong 5.7% second quarter gain.

Output by the auto sector grew by a strong 3.4% in the third quarter, rebounding from a 3.8% decline in the previous quarter. Auto assembly output jumped 4.6% while auto parts production increased 2.1%. Output of plastic and rubber products also advanced, growing 2.1% in the third quarter.

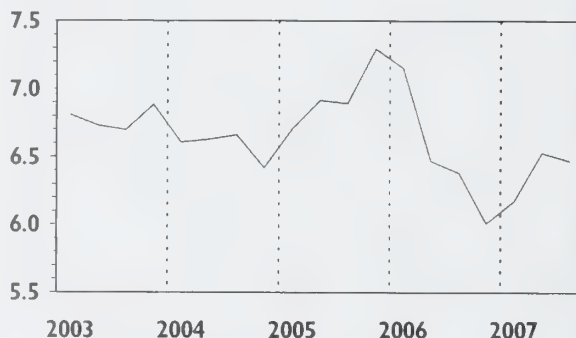
Manufacturing Down in Third Quarter

\$ 2002 Billions



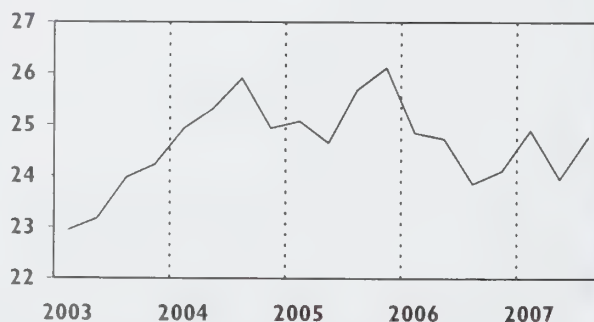
Machinery Output

\$ 2002 Billions



Auto Industry Output

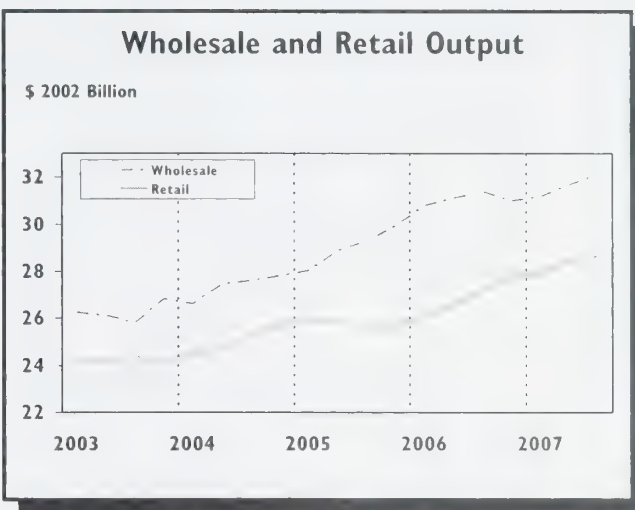
\$ 2002 Billions



WHOLESALE AND RETAIL OUTPUT TREND HIGHER

Wholesaling activity advanced 1.4% in the third quarter, in line with its second quarter gain of 1.5%. Lower activity by motor vehicle and computer wholesalers partly offset solid growth by wholesalers of machinery and equipment, building supplies and “other products” (which includes agricultural, chemical, recycled and paper products).

Production by the retail sector rose 0.5% in the third quarter, decelerating from a 1.9% gain in the second quarter. Pharmacies and clothing stores led the overall growth in the retailing industry.

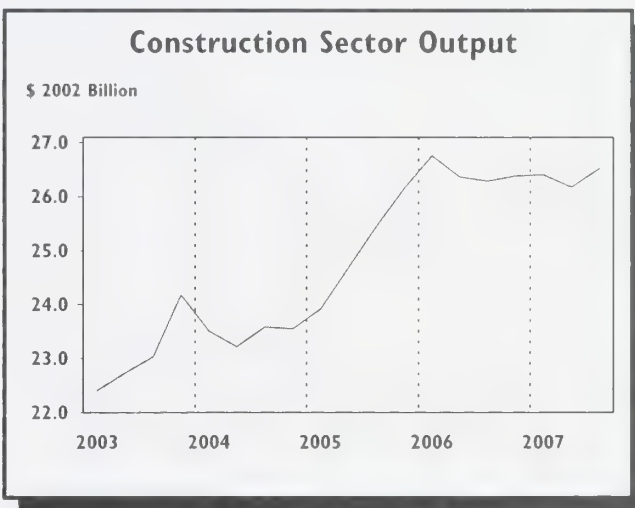


RESOURCES, UTILITIES AND CONSTRUCTION

Construction sector output grew 1.3% in the third quarter, bouncing back from a 0.9% decline in the second quarter. Activity was up in both the residential (+2.1%) and non-residential (+0.8%) segments.

Utilities output declined 0.7%, with the bulk of the decline occurring in the natural gas and water distribution industry (-2.5%). Electric power output edged down 0.1%.

Output in the agriculture and forestry sector declined 3.3% following a 3.1% second quarter decrease. Mining output grew 1.7% after two consecutive quarters of decline.



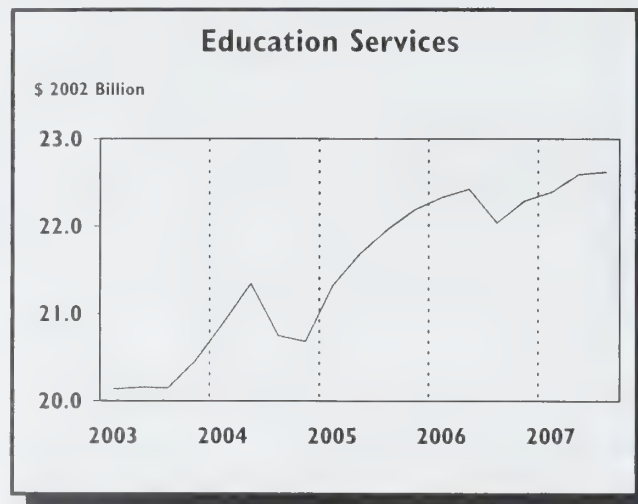
Note: Construction industry output is measured by the value added of the industry, which is largely the sum of wages and profits earned in the industry. The construction investment spending estimates included as part of expenditure-based Gross Domestic Product are the sum of spending on new construction, renovations to existing buildings and commissions and fees from the sale of real estate.

EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

Public administration output rose 0.9% in the third quarter. The advance was broadly-based with increases in output by all three levels of government (federal, provincial and local).

Production in the health care and social services sector advanced 0.3%, up for a tenth consecutive quarter.

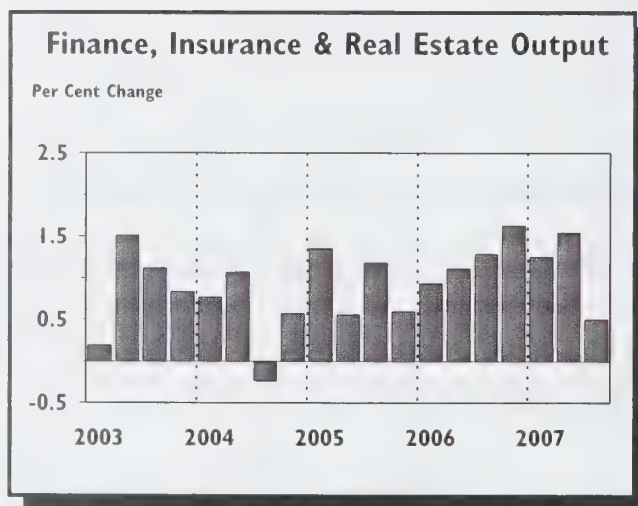
Education services output edged up 0.1%, reaching a new record level.



FINANCE, INSURANCE AND REAL ESTATE

Real output of the finance, insurance and real estate sector advanced by 0.5% in the third quarter, slower than the sector's average pace of 1.4% over the previous six quarters. Declines in the insurance industry (-1.3%) and financial services (-0.7%) partially offset the advance in banking (+1.8%).

Even with the moderation of growth, the financial sector made the largest contribution to overall Ontario growth of any sector in the third quarter.

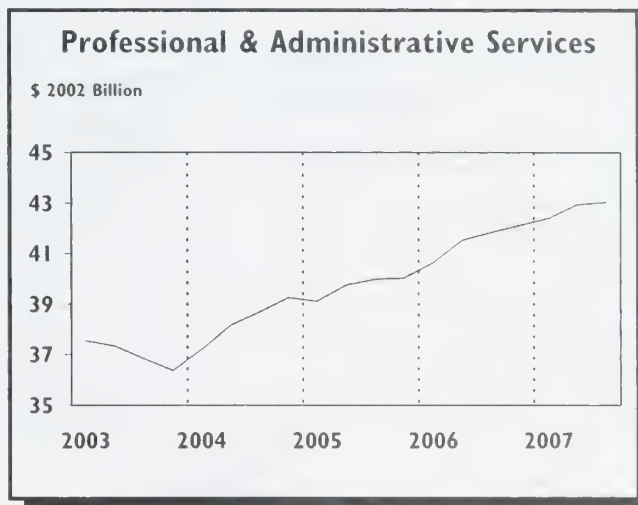


OTHER SERVICE SECTOR INDUSTRIES

Accommodation and food services output jumped 2.4% in the third quarter following two quarterly declines.

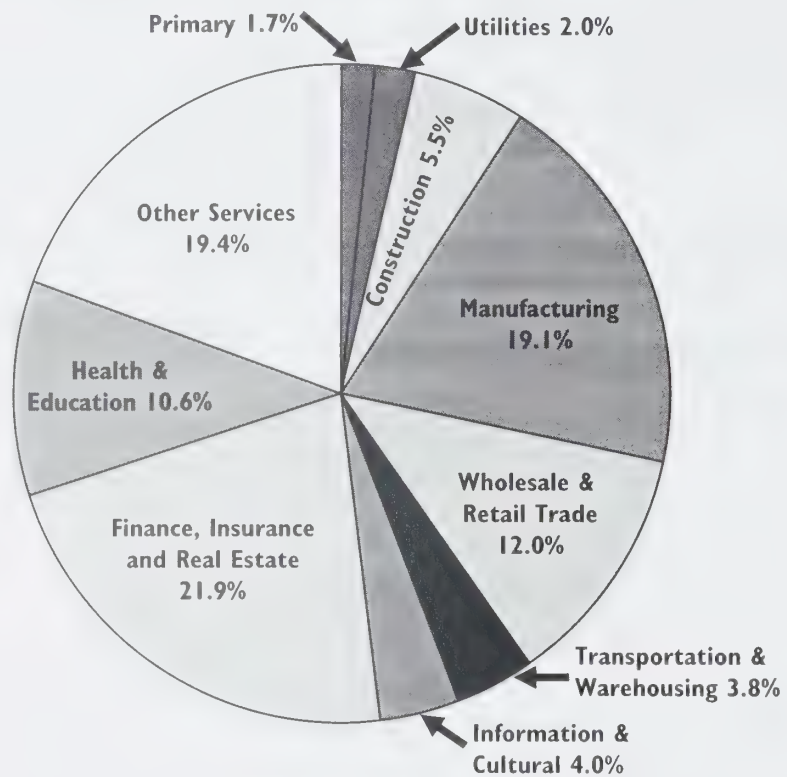
In the information and culture sector (which includes telecommunications), production rose by 1.0% following a 0.7% advance in the second quarter.

Output of professional and administrative services edged up 0.2% in the third quarter, the slowest growth posted by this sector since 2005.



Structure of the Ontario Economy, 2006

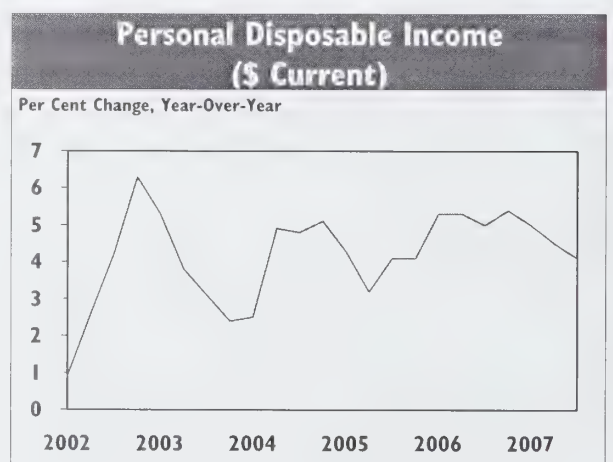
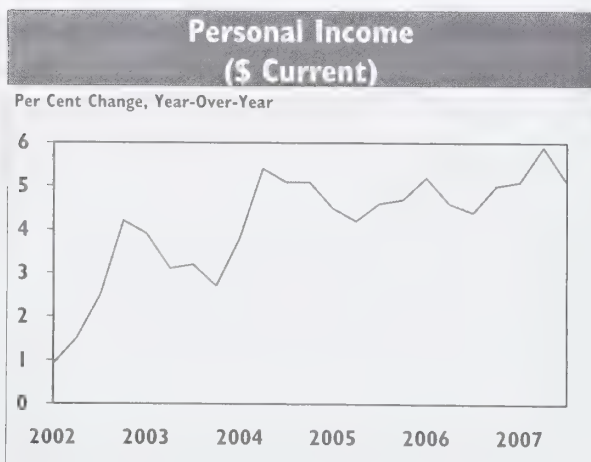
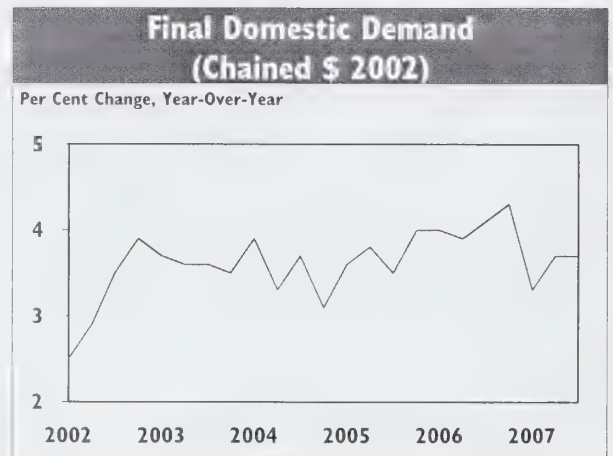
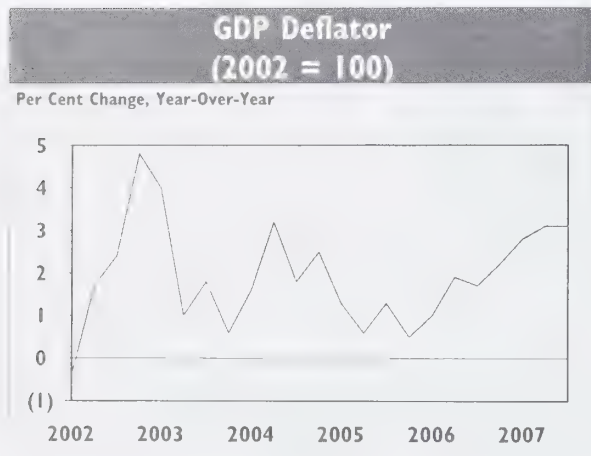
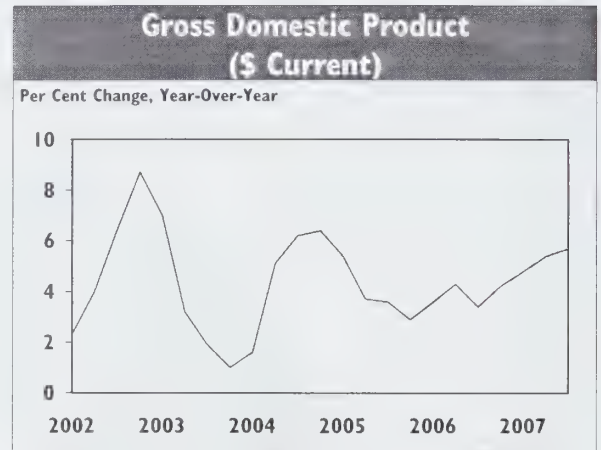
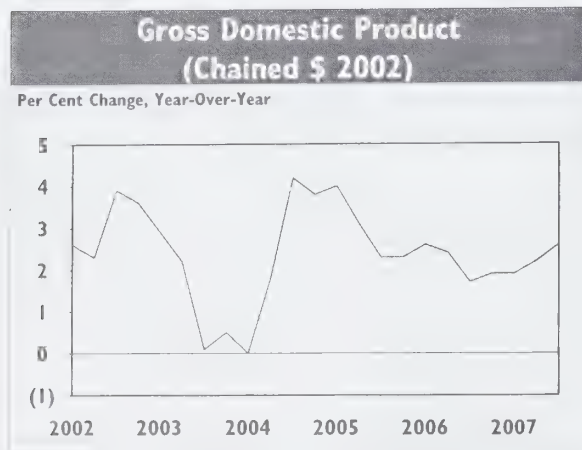
Per Cent Share of GDP



Source: Statistics Canada

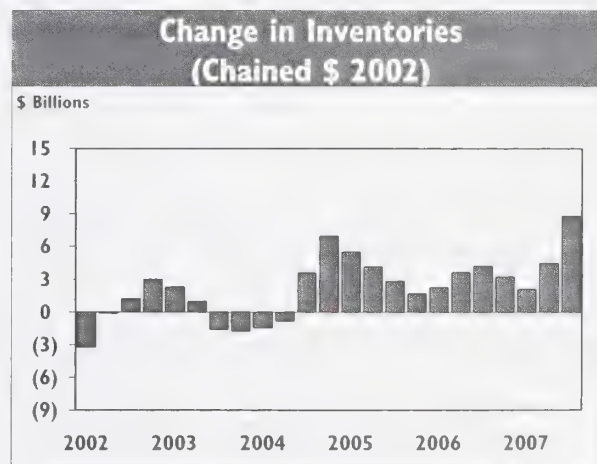
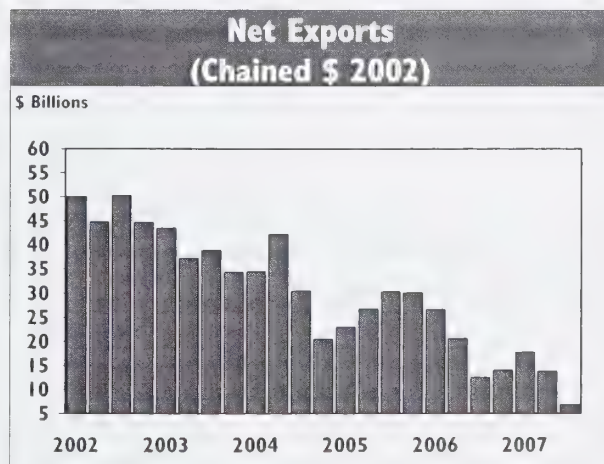
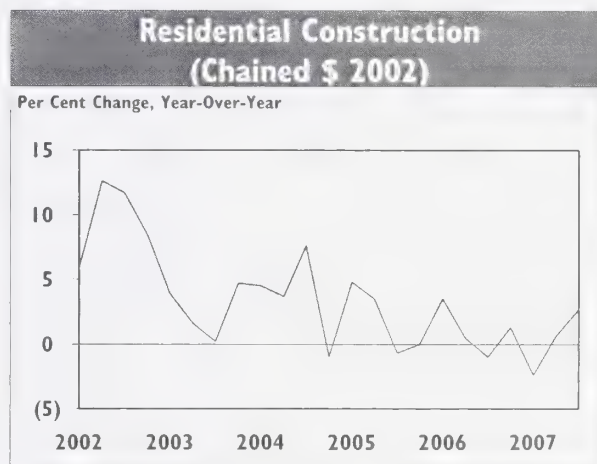
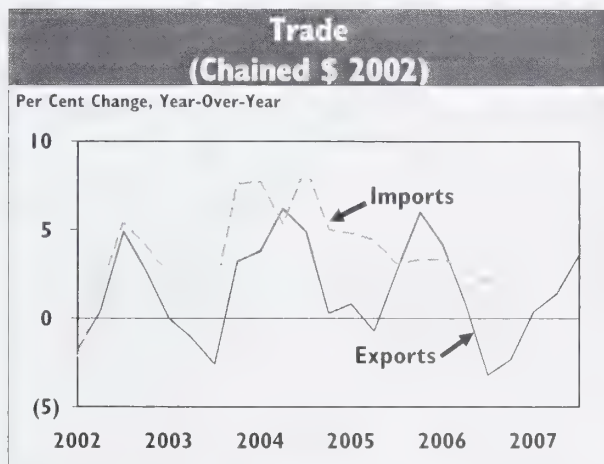
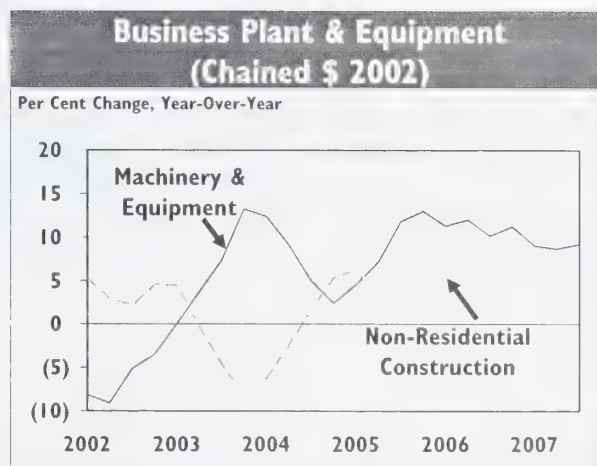
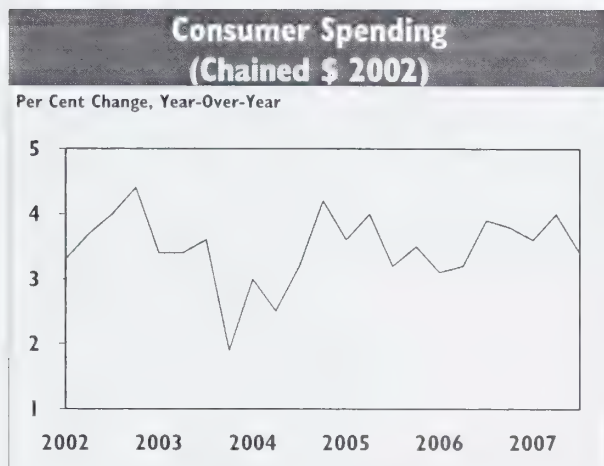
Ontario Economic Accounts: Summary charts

(2002:1 - 2007:3)



Ontario Economic Accounts: Summary charts

(2002:1 - 2007:3)



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics.fin@ontario.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (domestic basis)	270,918 1.6	274,915 1.5	277,777 1.0	278,117 0.1	283,112 1.8	287,555 1.6	291,126 1.2	295,187 1.4
2. Corporation profits before taxes	59,872 9.7	64,459 7.7	63,846 -1.0	68,428 7.2	63,253 -7.6	62,263 -1.6	61,338 -1.5	62,826 2.4
3. Interest and miscellaneous investment income	17,283 0.3	17,754 2.7	18,269 2.9	18,342 0.4	18,923 3.2	19,455 2.8	20,474 5.2	21,142 3.3
4. Net income of unincorporated business *	33,591 2.8	34,151 1.7	34,329 0.5	34,413 0.2	34,558 0.4	34,651 0.3	34,789 0.4	34,886 0.3
5. Inventory valuation adjustment	-2,400	-2,011	-80	943	-556	-1,839	1,123	-523
6. Indirect taxes less subsidies	62,852 1.3	64,245 2.2	65,520 2.0	66,617 1.7	66,889 0.4	67,772 1.3	68,196 0.6	68,335 0.2
7. Capital consumption allowances	60,643 0.9	61,404 1.3	62,043 1.0	62,878 1.3	63,177 0.5	63,361 0.3	63,993 1.0	64,589 0.9
8. Statistical discrepancy	144	-556	156	-443	706	122	-363	-2,888
9. Gross Domestic Product at market prices	502,903 1.3	514,194 2.2	521,860 1.5	528,210 1.2	530,062 0.4	533,340 0.6	540,676 1.4	543,554 0.5
	** 5.3	9.3	6.1	5.0	1.4	2.5	5.6	2.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

TABLE 1

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Wages, salaries and supplementary labour income (domestic basis)	297,529 0.8	300,326 0.9	303,572 1.1	307,693 1.4	311,861 1.4	315,607 1.2	318,414 0.9	- -
2. Corporation profits before taxes	61,224 -2.5	62,802 2.6	64,756 3.1	68,846 6.3	68,933 0.1	68,658 -0.4	70,838 3.2	- -
3. Interest and miscellaneous investment income	20,848 -1.4	20,742 -0.5	20,250 -2.4	20,324 0.4	21,602 6.3	22,347 3.4	21,518 -3.7	- -
4. Net income of unincorporated business *	34,910 0.1	34,929 0.1	34,956 0.1	35,069 0.3	36,023 2.7	37,235 3.4	37,362 0.3	- -
5. Inventory valuation adjustment	121	-222	-691	-2,907	-1,371	1,886	1,148	-
6. Indirect taxes less subsidies	70,008 2.4	71,244 1.8	70,541 -1.0	70,939 0.6	72,281 1.9	73,652 1.9	74,082 0.6	- -
7. Capital consumption allowances	65,128 0.8	65,727 0.9	66,308 0.9	66,881 0.9	67,704 1.2	68,491 1.2	69,103 0.9	- -
8. Statistical discrepancy	-497	751	-442	-530	-1,627	-1,721	-1,440	-
9. Gross Domestic Product at market prices	549,271 1.1 4.3	556,299 1.3 5.2	559,250 0.5 2.1	566,315 1.3 5.2	575,406 1.6 6.6	586,155 1.9 7.7	591,025 0.8 3.4	- -

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 2***Seasonally adjusted data at annual rates, millions of dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	284,225 2.1	287,402 1.1	291,421 1.4	296,323 1.7	299,648 1.1	303,202 1.2	306,428 1.1	311,035 1.5
2. Durable goods	35,928 2.4	36,001 0.2	36,902 2.5	38,237 3.6	38,168 -0.2	37,385 -2.1	37,985 1.6	38,554 1.5
3. Semi-durable goods	23,854 2.5	24,027 0.7	24,447 1.7	24,493 0.2	24,320 -0.7	24,744 1.7	24,478 -1.1	25,574 4.5
4. Non-durable goods	66,355 2.0	67,121 1.2	67,991 1.3	69,326 2.0	70,530 1.7	71,955 2.0	73,528 2.2	74,572 1.4
5. Services	158,089 2.0	160,254 1.4	162,082 1.1	164,268 1.3	166,631 1.4	169,118 1.5	170,436 0.8	172,335 1.1
6. Government expenditure on goods and services:	104,385 1.5	105,499 1.1	106,790 1.2	108,047 1.2	110,462 2.2	113,326 2.6	113,901 0.5	115,155 1.1
7. Current expenditure	91,495 2.1	92,547 1.1	93,768 1.3	94,770 1.1	96,953 2.3	99,203 2.3	99,354 0.2	100,066 0.7
8. Capital expenditure	12,890 -2.9	12,952 0.5	13,022 0.5	13,276 2.0	13,509 1.8	14,123 4.5	14,547 3.0	15,089 3.7
9. Business gross fixed capital formation:	77,444 -1.1	79,207 2.3	80,735 1.9	80,330 -0.5	81,885 1.9	83,249 1.7	85,382 2.6	86,216 1.0
10. Residential structures	32,041 -2.5	33,121 3.4	34,756 4.9	34,441 -0.9	34,699 0.7	35,355 1.9	36,288 2.6	36,198 -0.2
11. Non-residential structures	12,057 3.2	12,456 3.3	12,824 2.9	13,155 2.6	13,526 2.8	13,432 -0.7	13,450 0.1	13,916 3.5
12. Machinery and equipment	33,346 -1.1	33,629 0.9	33,156 -1.4	32,733 -1.3	33,660 2.8	34,462 2.4	35,644 3.4	36,102 1.3
13. Exports of goods and services	316,491 1.4	332,414 5.0	327,830 -1.4	317,357 -3.2	320,194 0.9	325,939 1.8	331,163 1.6	337,937 2.0
14. DEDUCT: Imports of goods and services	277,418 1.3	287,394 3.6	291,366 1.4	286,795 -1.6	290,617 1.3	297,560 2.4	300,020 0.8	306,032 2.0
15. Value of physical change in inventories:	-2,057	-3,580	6,584	13,589	9,219	5,324	3,499	-2,210
16. Non-farm	-2,333	-3,712	6,540	13,341	9,087	5,291	3,622	-2,176
17. Farm	136	158	141	240	133	47	-131	-73
18. Government	140	-27	-97	8	-1	-14	8	39
19. Statistical discrepancy	-167	647	-132	-639	-728	-138	322	1,452
20. Gross Domestic Product at market prices	502,903 1.3 5.3	514,194 2.2 9.3	521,860 1.5 6.1	528,210 1.2 5.0	530,062 0.4 1.4	533,340 0.6 2.5	540,676 1.4 5.6	543,554 0.5 2.1
21. Final domestic demand	466,054 1.4	472,108 1.3	478,946 1.4	484,700 1.2	491,996 1.5	499,776 1.6	505,711 1.2	512,406 1.3

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	313,803 0.9	317,923 1.3	321,750 1.2	325,992 1.3	329,563 1.1	335,104 1.7	337,102 0.6	-
2. Durable goods	38,976 1.1	38,459 -1.3	39,457 2.6	40,641 3.0	40,726 0.2	40,960 0.6	40,870 -0.2	-
3. Semi-durable goods	25,682 0.4	25,956 1.1	25,928 -0.1	26,210 1.1	26,329 0.5	26,504 0.7	26,628 0.5	-
4. Non-durable goods	74,250 -0.4	75,952 2.3	75,650 -0.4	74,617 -1.4	75,958 1.8	78,527 3.4	77,196 -1.7	-
5. Services	174,896 1.5	177,556 1.5	180,715 1.8	184,525 2.1	186,551 1.1	189,112 1.4	192,409 1.7	-
6. Government expenditure on goods and services:	116,673 1.3	119,167 2.1	120,192 0.9	122,813 2.2	123,893 0.9	126,218 1.9	128,328 1.7	-
7. Current expenditure	101,313 1.2	103,684 2.3	104,706 1.0	107,245 2.4	108,277 1.0	110,403 2.0	112,270 1.7	-
8. Capital expenditure	15,360 1.8	15,482 0.8	15,486 0.0	15,568 0.5	15,616 0.3	15,815 1.3	16,058 1.5	-
9. Business gross fixed capital formation:	88,952 3.2	88,915 -0.0	90,472 1.8	93,222 3.0	93,925 0.8	94,677 0.8	96,562 2.0	-
10. Residential structures	37,872 4.6	37,358 -1.4	37,401 0.1	38,076 1.8	38,441 1.0	38,716 0.7	39,631 2.4	-
11. Non-residential structures	14,676 5.5	15,118 3.0	15,536 2.8	16,193 4.2	16,424 1.4	16,797 2.3	17,146 2.1	-
12. Machinery and equipment	36,403 0.8	36,438 0.1	37,535 3.0	38,952 3.8	39,061 0.3	39,164 0.3	39,784 1.6	-
13. Exports of goods and services	332,706 -1.5	324,918 -2.3	323,419 -0.5	332,833 2.9	343,104 3.1	336,746 -1.9	330,420 -1.9	-
14. DEDUCT: Imports of goods and services	303,755 -0.7	301,527 -0.7	303,639 0.7	310,835 2.4	317,800 2.2	309,857 -2.5	310,690 0.3	-
15. Value of physical change in inventories:	412	7,810	6,694	1,508	1,095	1,546	7,862	-
16. Non-farm	367	7,932	6,586	1,451	1,254	1,699	8,025	-
17. Farm	-20	-69	158	66	-160	-143	-179	-
18. Government	65	-53	-51	-9	1	-10	17	-
19. Statistical discrepancy	479	-906	361	783	1,627	1,721	1,440	-
20. Gross Domestic Product at market prices	549,271 1.1 4.3	556,299 1.3 5.2	559,250 0.5 2.1	566,315 1.3 5.2	575,406 1.6 6.6	586,155 1.9 7.7	591,025 0.8 3.4	-
21. Final domestic demand	519,427 1.4	526,004 1.3	532,414 1.2	542,027 1.8	547,381 1.0	555,999 1.6	561,992 1.1	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED**TABLE 3***Seasonally adjusted data at annual rates, millions of chained (2002) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	278,069 1.4	279,150 0.4	282,877 1.3	285,824 1.0	288,210 0.8	290,193 0.7	291,932 0.6	295,881 1.4
2. Durable goods	36,525 3.0	36,395 -0.4	37,577 3.2	38,819 3.3	38,810 -0.0	38,236 -1.5	38,811 1.5	39,524 1.8
3. Semi-durable goods	23,987 2.4	24,250 1.1	24,915 2.7	24,864 -0.2	25,006 0.6	25,405 1.6	25,091 -1.2	26,106 4.0
4. Non-durable goods	62,993 0.5	62,687 -0.5	62,802 0.2	62,962 0.3	63,366 0.6	64,139 1.2	64,626 0.8	65,569 1.5
5. Services	154,563 1.3	155,825 0.8	157,595 1.1	159,200 1.0	161,068 1.2	162,471 0.9	163,480 0.6	164,777 0.8
6. Government expenditure on goods and services:	100,878 0.9	101,547 0.7	101,124 -0.4	101,490 0.4	103,470 2.0	104,094 0.6	104,324 0.2	105,540 1.2
7. Current expenditure	87,835 1.6	88,767 1.1	88,458 -0.3	88,680 0.3	90,283 1.8	90,408 0.1	90,291 -0.1	91,003 0.8
8. Capital expenditure	13,043 -3.5	12,781 -2.0	12,667 -0.9	12,810 1.1	13,187 2.9	13,686 3.8	14,033 2.5	14,538 3.6
9. Business gross fixed capital formation:	77,107 -1.8	77,497 0.5	79,546 2.6	79,442 -0.1	80,681 1.6	81,276 0.7	83,381 2.6	84,218 1.0
10. Residential structures	29,166 -5.4	29,539 1.3	31,082 5.2	30,493 -1.9	30,558 0.2	30,573 0.1	30,857 0.9	30,501 -1.2
11. Non-residential structures	11,235 1.5	11,393 1.4	11,533 1.2	11,654 1.0	11,927 2.3	11,785 -1.2	11,709 -0.6	12,044 2.9
12. Machinery and equipment	36,895 0.7	36,754 -0.4	37,038 0.8	37,528 1.3	38,549 2.7	39,354 2.1	41,392 5.2	42,413 2.5
13. Exports of goods and services	330,527 -0.1	339,338 2.7	336,331 -0.9	332,076 -1.3	333,055 0.3	337,113 1.2	345,552 2.5	352,040 1.9
14. DEDUCT: Imports of goods and services	296,054 -0.2	297,208 0.4	305,871 2.9	311,579 1.9	310,159 -0.5	310,394 0.1	315,288 1.6	321,924 2.1
15. Value of physical change in inventories:	-946	-501	4,029	7,510	6,037	4,594	2,636	1,204
16. Non-farm	-1,451	-840	3,616	6,943	5,496	4,169	2,841	1,691
17. Farm	499	212	386	703	550	405	-189	-518
18. Government	6	127	26	-136	-9	21	-16	32
19. Statistical discrepancy	-169	655	-134	-647	-747	-142	330	1,489
20. Gross Domestic Product at market prices	486,454 0.2 0.9	493,736 1.5 6.1	501,107 1.5 6.1	503,536 0.5 2.0	506,022 0.5 2.0	509,022 0.6 2.4	512,568 0.7 2.8	515,348 0.5 2.2
21. Final domestic demand	456,056 0.7	458,179 0.5	463,586 1.2	466,738 0.7	472,315 1.2	475,475 0.7	479,598 0.9	485,544 1.2

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (2002) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	297,114 0.4	299,398 0.8	303,238 1.3	307,206 1.3	307,888 0.2	311,324 1.1	313,655 0.7	-
2. Durable goods	39,989 1.2	39,782 -0.5	41,132 3.4	42,557 3.5	42,678 0.3	43,002 0.8	43,143 0.3	-
3. Semi-durable goods	26,607 1.9	26,976 1.4	27,382 1.5	27,755 1.4	27,845 0.3	27,748 -0.3	27,916 0.6	-
4. Non-durable goods	64,093 -2.3	64,771 1.1	64,954 0.3	64,622 -0.5	64,708 0.1	66,142 2.2	65,559 -0.9	-
5. Services	166,634 1.1	168,191 0.9	170,204 1.2	172,819 1.5	173,216 0.2	174,863 1.0	177,545 1.5	-
6. Government expenditure on goods and services:	107,691 2.0	107,899 0.2	107,907 0.0	109,175 1.2	109,684 0.5	110,309 0.6	111,261 0.9	-
7. Current expenditure	92,975 2.2	93,211 0.3	93,330 0.1	94,576 1.3	95,230 0.7	95,827 0.6	96,562 0.8	-
8. Capital expenditure	14,717 1.2	14,687 -0.2	14,577 -0.7	14,599 0.1	14,442 -1.1	14,467 0.2	14,689 1.5	-
9. Business gross fixed capital formation:	86,398 2.6	86,711 0.4	88,122 1.6	90,301 2.5	89,855 -0.5	90,870 1.1	93,129 2.5	-
10. Residential structures	31,620 3.7	30,722 -2.8	30,543 -0.6	30,890 1.1	30,862 -0.1	30,900 0.1	31,371 1.5	-
11. Non-residential structures	12,624 4.8	12,940 2.5	13,194 2.0	13,626 3.3	13,527 -0.7	13,619 0.7	13,795 1.3	-
12. Machinery and equipment	42,920 1.2	44,063 2.7	45,601 3.5	47,164 3.4	46,791 -0.8	47,880 2.3	49,781 4.0	-
13. Exports of goods and services	346,979 -1.4	339,869 -2.0	334,414 -1.6	343,970 2.9	348,416 1.3	344,709 -1.1	346,474 0.5	-
14. DEDUCT: Imports of goods and services	320,392 -0.5	319,291 -0.3	321,873 0.8	329,920 2.5	330,753 0.3	330,875 0.0	339,655 2.7	-
15. Value of physical change in inventories:	2,201	3,525	4,117	3,237	2,168	4,514	8,906	-
16. Non-farm	2,242	3,638	4,194	3,221	2,086	4,470	8,811	-
17. Farm	-91	-72	-39	25	81	53	79	-
18. Government	49	-42	-39	-8	1	-9	16	-
19. Statistical discrepancy	501	-949	378	820	1,494	1,562	1,303	-
20. Gross Domestic Product at market prices	518,957 0.7 2.8	521,011 0.4 1.6	521,507 0.1 0.4	525,118 0.7 2.8	528,585 0.7 2.7	532,215 0.7 2.8	534,812 0.5 2.0	-
21. Final domestic demand	491,120 1.1	493,845 0.6	499,074 1.1	506,481 1.5	507,261 0.2	512,304 1.0	517,784 1.1	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1.	Wages, salaries and supplementary labour income (national basis)	266,902 1.6	270,951 1.5	274,060 1.1	276,475 0.9	279,850 1.2	284,100 1.5	287,877 1.3	290,609 0.9
2.	Net income of unincorporated business *	33,591 2.8	34,151 1.7	34,329 0.5	34,413 0.2	34,558 0.4	34,651 0.3	34,789 0.4	34,886 0.3
3.	Interest, dividends and miscellaneous investment income	43,649 0.2	44,788 2.6	44,908 0.3	45,654 1.7	46,237 1.3	46,442 0.4	47,473 2.2	48,337 1.8
4.	Current transfers from government, corporations and non-residents	48,179 2.1	48,549 0.8	49,041 1.0	49,483 0.9	49,477 -0.0	50,118 1.3	50,839 1.4	51,202 0.7
5.	Equals: Personal income	392,321 1.6	398,439 1.6	402,338 1.0	406,025 0.9	410,122 1.0	415,311 1.3	420,978 1.4	425,034 1.0
6.	Deduct: Personal direct taxes	63,578 4.4	63,735 0.2	65,468 2.7	66,543 1.6	67,694 1.7	69,475 2.6	70,282 1.2	71,132 1.2
7.	Other current transfers to government	27,848 -2.2	27,730 -0.4	27,865 0.5	27,460 -1.5	28,520 3.9	28,978 1.6	29,159 0.6	29,079 -0.3
8.	Equals: Personal disposable income	300,895 1.4	306,974 2.0	309,005 0.7	312,022 1.0	313,908 0.6	316,858 0.9	321,537 1.5	324,823 1.0
9.	Deduct: Personal expenditure on consumer goods and services	284,225 2.1	287,402 1.1	291,421 1.4	296,323 1.7	299,648 1.1	303,202 1.2	306,428 1.1	311,035 1.5
10.	Current transfers to corporations	5,466 1.5	5,574 2.0	5,576 0.0	5,764 3.4	6,006 4.2	6,090 1.4	6,194 1.7	6,335 2.3
11.	Current transfers to non-residents	1,296 3.8	1,335 3.0	1,367 2.4	1,378 0.8	1,454 5.5	1,552 6.7	1,607 3.5	1,527 -5.0
12.	Equals: Personal saving	9,908 -15.6	12,663 27.8	10,641 -16.0	8,557 -19.6	6,800 -20.5	6,014 -11.6	7,309 21.5	5,926 -18.9
13.	Personal saving rate (percent)	3.3	4.1	3.4	2.7	2.2	1.9	2.3	1.8
14.	Real personal disposable income ** (millions of chained (2002) dollars)	294,377 0.7	298,160 1.3	299,945 0.6	300,967 0.3	301,926 0.3	303,264 0.4	306,326 1.0	308,998 0.9
15.	Population (thousands)	12,328 0.1	12,367 0.3	12,420 0.4	12,469 0.4	12,480 0.1	12,513 0.3	12,565 0.4	12,616 0.4
16.	Personal disposable income per capita (dollars)	24,407 1.3	24,822 1.7	24,879 0.2	25,024 0.6	25,154 0.5	25,322 0.7	25,589 1.1	25,747 0.6
17.	Real personal disposable income per capita (chained (2002) dollars)	23,878 0.6	24,109 1.0	24,150 0.2	24,137 -0.1	24,194 0.2	24,235 0.2	24,378 0.6	24,493 0.5

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1.	Wages, salaries and supplementary labour income (national basis)	293,180 0.9	296,487 1.1	299,670 1.1	304,383 1.6	308,508 1.4	312,213 1.2	314,990 0.9	- -
2.	Net income of unincorporated business *	34,910 0.1	34,929 0.1	34,956 0.1	35,069 0.3	36,023 2.7	37,235 3.4	37,362 0.3	- -
3.	Interest, dividends and miscellaneous investment income	49,650 2.7	51,390 3.5	52,062 1.3	53,461 2.7	55,599 4.0	56,804 2.2	55,549 -2.2	- -
4.	Current transfers from government, corporations and non-residents	53,875 5.2	51,679 -4.1	52,986 2.5	53,432 0.8	53,627 0.4	53,668 0.1	54,162 0.9	- -
5.	Equals: Personal income	431,615 1.5	434,485 0.7	439,674 1.2	446,345 1.5	453,757 1.7	459,920 1.4	462,063 0.5	- -
6.	Deduct: Personal direct taxes	72,196 1.5	71,560 -0.9	72,696 1.6	74,925 3.1	77,369 3.3	81,750 5.7	80,590 -1.4	- -
7.	Other current transfers to government	29,002 -0.3	29,295 1.0	29,270 -0.1	29,217 -0.2	29,359 0.5	29,676 1.1	29,903 0.8	- -
8.	Equals: Personal disposable income	330,417 1.7	333,630 1.0	337,708 1.2	342,203 1.3	347,029 1.4	348,494 0.4	351,570 0.9	- -
9.	Deduct: Personal expenditure on consumer goods and services	313,803 0.9	317,923 1.3	321,750 1.2	325,992 1.3	329,563 1.1	335,104 1.7	337,102 0.6	- -
10.	Current transfers to corporations	6,581 3.9	6,915 5.1	7,170 3.7	7,326 2.2	7,423 1.3	7,639 2.9	7,942 4.0	- -
11.	Current transfers to non-residents	1,563 2.4	1,564 0.1	1,566 0.1	1,619 3.4	1,664 2.8	1,678 0.8	1,678 0.0	- -
12.	Equals: Personal saving	8,470 42.9	7,228 -14.7	7,222 -0.1	7,266 0.6	8,379 15.3	4,073 -51.4	4,848 19.0	- -
13.	Personal saving rate (percent)	2.6	2.2	2.1	2.1	2.4	1.2	1.4	-
14.	Real personal disposable income ** (millions of chained (2002) dollars)	312,844 1.2	314,189 0.4	318,278 1.3	322,483 1.3	324,205 0.5	323,764 -0.1	327,116 1.0	- -
15.	Population (thousands)	12,614 -0.0	12,644 0.2	12,687 0.3	12,722 0.3	12,741 0.1	12,766 0.2	12,804 0.3	- -
16.	Personal disposable income per capita (dollars)	26,085 1.3	26,276 0.7	26,502 0.9	26,775 1.0	27,238 1.7	27,299 0.2	27,458 0.6	- -
17.	Real personal disposable income per capita (chained (2002) dollars)	24,777 1.2	24,822 0.2	25,051 0.9	25,314 1.0	25,446 0.5	25,362 -0.3	25,548 0.7	- -

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Exports of goods and services	316,491 1.4	332,414 5.0	327,830 -1.4	317,357 -3.2	320,194 0.9	325,939 1.8	331,163 1.6	337,937 2.0
2. Of which: International	220,951 1.3	236,145 6.9	230,789 -2.3	219,744 -4.8	221,386 0.7	226,027 2.1	230,508 2.0	236,704 2.7
3. Of which: Interprovincial	95,540 1.4	96,269 0.8	97,041 0.8	97,614 0.6	98,808 1.2	99,912 1.1	100,655 0.7	101,233 0.6
4. Imports of goods and services	277,418 1.3	287,394 3.6	291,366 1.4	286,795 -1.6	290,617 1.3	297,560 2.4	300,020 0.8	306,032 2.0
5. Trade balance	39,074	45,020	36,464	30,563	29,577	28,379	31,143	31,904

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	<u>2006 I</u>	<u>2006 II</u>	<u>2006 III</u>	<u>2006 IV</u>	<u>2007 I</u>	<u>2007 II</u>	<u>2007 III</u>	<u>2007 IV</u>
1. Exports of goods and services	332,706 -1.5	324,918 -2.3	323,419 -0.5	332,833 2.9	343,104 3.1	336,746 -1.9	330,420 -1.9	- -
2. Of which: International	229,850 -2.9	221,447 -3.7	219,366 -0.9	228,876 4.3	237,806 3.9	229,936 -3.3	222,826 -3.1	- -
3. Of which: Interprovincial	102,856 1.6	103,471 0.6	104,053 0.6	103,956 -0.1	105,298 1.3	106,811 1.4	107,595 0.7	- -
4. Imports of goods and services	303,755 -0.7	301,527 -0.7	303,639 0.7	310,835 2.4	317,800 2.2	309,857 -2.5	310,690 0.3	- -
5. Trade balance	28,952	23,390	19,780	21,998	25,304	26,890	19,731	-

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (2002) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	102.2 0.7	103.0 0.7	103.0 0.1	103.7 0.6	104.0 0.3	104.5 0.5	105.0 0.5	105.1 0.1
2. Durable goods	98.4 -0.6	98.9 0.6	98.2 -0.7	98.5 0.3	98.3 -0.2	97.8 -0.6	97.9 0.1	97.5 -0.3
3. Semi-durable goods	99.4 0.1	99.1 -0.4	98.1 -1.0	98.5 0.4	97.3 -1.3	97.4 0.1	97.6 0.2	98.0 0.4
4. Non-durable goods	105.3 1.5	107.1 1.6	108.3 1.1	110.1 1.7	111.3 1.1	112.2 0.8	113.8 1.4	113.7 -0.0
5. Services	102.3 0.7	102.8 0.5	102.8 0.0	103.2 0.3	103.5 0.3	104.1 0.6	104.3 0.2	104.6 0.3
6. Government expenditure on goods and services:	103.5 0.6	103.9 0.4	105.6 1.6	106.5 0.8	106.8 0.3	108.9 2.0	109.2 0.3	109.1 -0.1
7. Current expenditure	104.2 0.5	104.3 0.1	106.0 1.7	106.9 0.8	107.4 0.5	109.7 2.2	110.0 0.3	110.0 -0.1
8. Capital expenditure	98.8 0.7	101.3 2.5	102.8 1.4	103.6 0.8	102.4 -1.2	103.2 0.7	103.7 0.5	103.8 0.1
9. Business gross fixed capital formation:	100.4 0.8	102.2 1.8	101.5 -0.7	101.1 -0.4	101.5 0.4	102.4 0.9	102.4 -0.0	102.4 -0.0
10. Residential structures	109.9 3.0	112.1 2.1	111.8 -0.3	112.9 1.0	113.6 0.5	115.6 1.8	117.6 1.7	118.7 0.9
11. Non-residential structures	107.3 1.7	109.3 1.9	111.2 1.7	112.9 1.5	113.4 0.5	114.0 0.5	114.9 0.8	115.5 0.6
12. Machinery and equipment	90.4 -1.8	91.5 1.2	89.5 -2.2	87.2 -2.6	87.3 0.1	87.6 0.3	86.1 -1.7	85.1 -1.2
13. Exports of goods and services	95.8 1.5	98.0 2.3	97.5 -0.5	95.6 -2.0	96.1 0.6	96.7 0.6	95.8 -0.9	96.0 0.2
14. DEDUCT: Imports of goods and services	93.7 1.5	96.7 3.2	95.3 -1.5	92.0 -3.4	93.7 1.8	95.9 2.3	95.2 -0.7	95.1 -0.1
15. Gross Domestic Product at market prices	103.4 1.1 4.3	104.1 0.7 3.0	104.1 -0.0 -0.0	104.9 0.7 2.9	104.8 -0.1 -0.6	104.8 0.0 0.1	105.5 0.7 2.7	105.5 -0.0 -0.0
16. Final domestic demand	102.2 0.7	103.0 0.8	103.3 0.3	103.8 0.5	104.2 0.3	105.1 0.9	105.4 0.3	105.5 0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (2002) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	105.6 0.5	106.2 0.5	106.1 -0.1	106.1 0.0	107.0 0.9	107.6 0.6	107.5 -0.2	-
2. Durable goods	97.5 -0.1	96.7 -0.8	95.9 -0.8	95.5 -0.4	95.4 -0.1	95.3 -0.2	94.7 -0.5	-
3. Semi-durable goods	96.5 -1.5	96.2 -0.3	94.7 -1.6	94.4 -0.3	94.6 0.1	95.5 1.0	95.4 -0.1	-
4. Non-durable goods	115.8 1.9	117.3 1.2	116.5 -0.7	115.5 -0.9	117.4 1.7	118.7 1.1	117.8 -0.8	-
5. Services	105.0 0.4	105.6 0.6	106.2 0.6	106.8 0.6	107.7 0.9	108.1 0.4	108.4 0.2	-
6. Government expenditure on goods and services:	108.3 -0.7	110.4 1.9	111.4 0.9	112.5 1.0	113.0 0.4	114.4 1.3	115.3 0.8	-
7. Current expenditure	109.0 -0.9	111.2 2.1	112.2 0.9	113.4 1.1	113.7 0.3	115.2 1.3	116.3 0.9	-
8. Capital expenditure	104.4 0.6	105.4 1.0	106.2 0.8	106.6 0.4	108.1 1.4	109.3 1.1	109.3 0.0	-
9. Business gross fixed capital formation:	103.0 0.6	102.5 -0.4	102.7 0.1	103.2 0.6	104.5 1.3	104.2 -0.3	103.7 -0.5	-
10. Residential structures	119.8 0.9	121.6 1.5	122.5 0.7	123.3 0.7	124.6 1.0	125.3 0.6	126.3 0.8	-
11. Non-residential structures	116.3 0.6	116.8 0.5	117.8 0.8	118.8 0.9	121.4 2.2	123.3 1.6	124.3 0.8	-
12. Machinery and equipment	84.8 -0.4	82.7 -2.5	82.3 -0.5	82.6 0.3	83.5 1.1	81.8 -2.0	79.9 -2.3	-
13. Exports of goods and services	95.9 -0.1	95.6 -0.3	96.7 1.2	96.8 0.1	98.5 1.8	97.7 -0.8	95.4 -2.4	-
14. DEDUCT: Imports of goods and services	94.8 -0.3	94.4 -0.4	94.3 -0.1	94.2 -0.1	96.1 2.0	93.6 -2.5	91.5 -2.3	-
15. Gross Domestic Product at market prices	105.8 0.3	106.8 0.9	107.2 0.4	107.8 0.6	108.9 0.9	110.1 1.2	110.5 0.3	-
*	1.4	3.6	1.8	2.3	3.8	4.8	1.4	-
16. Final domestic demand	105.8 0.2	106.5 0.7	106.7 0.2	107.0 0.3	107.9 0.8	108.5 0.6	108.5 0.0	-

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2003	2004	2005	2006
1. Wages, salaries and supplementary labour income (domestic basis)	262,261 4.4	275,432 5.0	289,245 5.0	302,280 4.5
2. Corporation profits before taxes	57,978 -4.1	64,151 10.6	62,420 -2.7	64,407 3.2
3. Interest and miscellaneous investment income	17,258 5.7	17,912 3.8	19,999 11.6	20,541 2.7
4. Net income of unincorporated business *	32,728 1.9	34,121 4.3	34,721 1.8	34,966 0.7
5. Inventory valuation adjustment	2,096	-887	-449	-925
6. Indirect taxes less subsidies	60,545 -1.1	64,809 7.0	67,798 4.6	70,683 4.3
7. Capital consumption allowances	59,935 3.8	61,742 3.0	63,780 3.3	66,011 3.5
8. Statistical discrepancy	276	-175	-606	-180
9. Gross Domestic Product at market prices	493,081 3.2	516,792 4.8	536,908 3.9	557,784 3.9

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	276,607 4.6	289,843 4.8	305,078 5.3	319,867 4.8
2. Durable goods	36,471 1.0	36,767 0.8	38,023 3.4	39,383 3.6
3. Semi-durable goods	23,475 2.0	24,205 3.1	24,779 2.4	25,944 4.7
4. Non-durable goods	64,183 7.1	67,698 5.5	72,646 7.3	75,117 3.4
5. Services	152,478 4.8	161,173 5.7	169,630 5.2	179,423 5.8
6. Government expenditure on goods and services:	100,284 8.0	106,180 5.9	113,211 6.6	119,711 5.7
7. Current expenditure	87,431 6.9	93,145 6.5	98,894 6.2	104,237 5.4
8. Capital expenditure	12,853 16.2	13,035 1.4	14,317 9.8	15,474 8.1
9. Business gross fixed capital formation:	75,077 3.2	79,429 5.8	84,183 6.0	90,390 7.4
10. Residential structures	30,542 8.0	33,590 10.0	35,635 6.1	37,677 5.7
11. Non-residential structures	11,945 1.2	12,623 5.7	13,581 7.6	15,381 13.3
12. Machinery and equipment	32,590 -0.1	33,216 1.9	34,967 5.3	37,332 6.8
13. Exports of goods and services	311,029 -3.6	323,523 4.0	328,808 1.6	328,469 -0.1
14. DEDUCT: Imports of goods and services	271,042 -1.5	285,743 5.4	298,557 4.5	304,939 2.1
15. Value of physical change in inventories:	1,134	3,634	3,958	4,106
16. Non-farm	1,142	3,459	3,956	4,084
17. Farm	-12	169	-6	34
18. Government	4	6	8	-12
19. Statistical discrepancy	-8	-73	227	179
20. Gross Domestic Product at market prices	493,081 3.2	516,792 4.8	536,908 3.9	557,784 3.9
21. Final domestic demand	451,968 5.1	475,452 5.2	502,472 5.7	529,968 5.5

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 9

Millions of chained (2002) dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	272,672 3.1	281,480 3.2	291,554 3.6	301,739 3.5
2. Durable goods	36,685 1.6	37,329 1.8	38,845 4.1	40,865 5.2
3. Semi-durable goods	23,722 3.1	24,504 3.3	25,402 3.7	27,180 7.0
4. Non-durable goods	61,705 3.0	62,861 1.9	64,425 2.5	64,610 0.3
5. Services	150,555 3.5	156,796 4.1	162,949 3.9	169,462 4.0
6. Government expenditure on goods and services:	97,790 5.3	101,260 3.5	104,357 3.1	108,168 3.7
7. Current expenditure	84,960 3.9	88,435 4.1	90,496 2.3	93,523 3.3
8. Capital expenditure	12,830 16.0	12,825 -0.0	13,861 8.1	14,645 5.7
9. Business gross fixed capital formation:	75,108 3.3	78,398 4.4	82,389 5.1	87,883 6.7
10. Residential structures	29,024 2.6	30,070 3.6	30,622 1.8	30,944 1.1
11. Non-residential structures	11,526 -2.4	11,454 -0.6	11,866 3.6	13,096 10.4
12. Machinery and equipment	34,602 6.1	37,054 7.1	40,427 9.1	44,937 11.2
13. Exports of goods and services	322,376 -0.1	334,568 3.8	341,940 2.2	341,308 -0.2
14. DEDUCT: Imports of goods and services	283,902 3.1	302,678 6.6	314,441 3.9	322,869 2.7
15. Value of physical change in inventories:	24	2,523	3,618	3,270
16. Non-farm	-34	2,067	3,549	3,324
17. Farm	54	450	62	-44
18. Government	4	6	7	-10
19. Statistical discrepancy	-8	-73	233	188
20. Gross Domestic Product at market prices	484,341 1.4	496,208 2.5	510,740 2.9	521,648 2.1
21. Final domestic demand	445,566 3.6	461,140 3.5	478,233 3.7	497,630 4.1

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

		2003	2004	2005	2006
1.	Wages, salaries and supplementary labour income (national basis)	258,725 4.2	272,097 5.2	285,609 5.0	298,430 4.5
2.	Net income of unincorporated business *	32,728 1.9	34,121 4.3	34,721 1.8	34,966 0.7
3.	Interest, dividends and miscellaneous investment income	43,168 -1.4	44,750 3.7	47,122 5.3	51,641 9.6
4.	Current transfers from government, corporations and non-residents	46,688 3.2	48,813 4.6	50,409 3.3	52,993 5.1
5.	Equals: Personal income	381,309 3.2	399,781 4.8	417,861 4.5	438,030 4.8
6.	Deduct: Personal direct taxes	59,512 0.1	64,831 8.9	69,646 7.4	72,844 4.6
7.	Other current transfers to government	27,368 6.2	27,726 1.3	28,934 4.4	29,196 0.9
8.	Equals: Personal disposable income	294,429 3.6	307,224 4.3	319,282 3.9	335,990 5.2
9.	Deduct: Personal expenditure on consumer goods and services	276,607 4.6	289,843 4.8	305,078 5.3	319,867 4.8
10.	Current transfers to corporations	5,245 12.7	5,595 6.7	6,156 10.0	6,998 13.7
11.	Current transfers to non-residents	1,230 -6.4	1,344 9.3	1,535 14.2	1,578 2.8
12.	Equals: Personal saving	11,347 -17.2	10,442 -8.0	6,512 -37.6	7,547 15.9
13.	Personal saving rate (percent)	3.9	3.4	2.0	2.2
14.	Real personal disposable income ** (millions of chained (2002) dollars)	290,241 2.1	298,362 2.8	305,129 2.3	316,949 3.9
15.	Population (thousands)	12,263 1.3	12,420 1.3	12,565 1.2	12,687 1.0
16.	Personal disposable income per capita (dollars)	24,010 2.3	24,736 3.0	25,409 2.7	26,368 3.8
17.	Real personal disposable income per capita (chained (2002) dollars)	23,669 10.2	24,022 1.5	24,283 1.1	22,888 -5.7

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 11***Millions of dollars*

	2003	2004	2005	2006
1. Exports of goods and services	311,029 -3.6	323,523 4.0	328,808 1.6	328,469 -0.1
2. Of which: International	218,716 -6.5	226,907 3.7	228,656 0.8	224,885 -1.6
3. Of which: Interprovincial	92,313 3.9	96,616 4.7	100,152 3.7	103,584 3.4
4. Imports of goods and services	271,042 -1.5	285,743 5.4	298,557 4.5	304,939 2.1
5. Trade balance	39,987	37,780	30,251	23,530

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (2002) dollars

	2003	2004	2005	2006
1. Personal expenditure on consumer goods and services:	101.4 1.5	103.0 1.5	104.6 1.6	106.0 1.3
2. Durable goods	99.4 -0.6	98.5 -0.9	97.9 -0.6	96.4 -1.5
3. Semi-durable goods	99.0 -1.0	98.8 -0.2	97.5 -1.3	95.5 -2.1
4. Non-durable goods	104.0 4.0	107.7 3.5	112.7 4.7	116.3 3.1
5. Services	101.3 1.3	102.8 1.5	104.1 1.3	105.9 1.7
6. Government expenditure on goods and services:	102.5 2.6	104.9 2.3	108.5 3.5	110.7 2.0
7. Current expenditure	102.9 2.9	105.3 2.4	109.3 3.8	111.4 2.0
8. Capital expenditure	100.3 0.3	101.7 1.4	103.3 1.6	105.7 2.3
9. Business gross fixed capital formation:	100.0 -0.0	101.3 1.3	102.2 0.8	102.8 0.7
10. Residential structures	105.2 5.2	111.7 6.2	116.4 4.2	121.8 4.6
11. Non-residential structures	103.7 3.7	110.2 6.3	114.5 3.9	117.4 2.6
12. Machinery and equipment	94.3 -5.7	89.7 -4.9	86.5 -3.5	83.1 -4.0
13. Exports of goods and services	96.5 -3.5	96.7 0.2	96.2 -0.5	96.2 0.1
14. DEDUCT: Imports of goods and services	95.5 -4.5	94.4 -1.2	94.9 0.6	94.4 -0.5
15. Gross Domestic Product at market prices	101.8 1.8	104.1 2.3	105.1 0.9	106.9 1.7
16. Final domestic demand	101.4 1.4	103.1 1.6	105.1 1.9	106.5 1.4

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (2002) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Goods Producing Industries	137,027 -1.0	137,905 0.6	139,782 1.4	138,794 -0.7	139,482 0.5	139,595 0.1	141,108 1.1	141,719 0.4
2. Primary	7,957 0.1	8,115 2.0	8,042 -0.9	8,234 2.4	8,256 0.3	8,471 2.6	8,452 -0.2	8,133 -3.8
3. Agriculture, Forestry, Fishing & Hunting	5,083 0.8	5,192 2.1	5,115 -1.5	5,414 5.9	5,382 -0.6	5,519 2.5	5,503 -0.3	5,301 -3.7
4. Mining	2,869 -1.0	2,917 1.7	2,921 0.1	2,813 -3.7	2,864 1.8	2,941 2.7	2,936 -0.2	2,817 -4.0
5. Utilities	9,114 4.5	9,091 -0.3	9,612 5.7	10,281 7.0	10,131 -1.5	9,834 -2.9	10,020 1.9	9,981 -0.4
6. Electric Power	7,014 3.6	6,917 -1.4	7,320 5.8	7,884 7.7	7,778 -1.3	7,556 -2.9	7,692 1.8	7,723 0.4
7. Natural Gas, Water and Other	2,096 7.4	2,166 3.4	2,282 5.3	2,384 4.5	2,322 -2.6	2,230 -4.0	2,263 1.5	2,176 -3.8
8. Construction	23,504 -2.8	23,223 -1.2	23,587 1.6	23,558 -0.1	23,922 1.5	24,682 3.2	25,451 3.1	26,154 2.8
9. Residential Buildings	9,808 -4.6	9,776 -0.3	10,194 4.3	10,031 -1.6	9,954 -0.8	10,166 2.1	10,252 0.8	10,170 -0.8
10. Non-Residential Buildings and Engineering	13,696 -1.5	13,447 -1.8	13,394 -0.4	13,527 1.0	13,968 3.3	14,516 3.9	15,199 4.7	15,984 5.2
11. Manufacturing	96,167 -1.4	96,918 0.8	97,709 0.8	95,616 -2.1	96,174 0.6	95,720 -0.5	96,394 0.7	96,766 0.4
12. Food, Beverage, & Tobacco Products	10,330 -0.5	10,477 1.4	10,595 1.1	10,425 -1.6	10,481 0.5	10,733 2.4	10,860 1.2	10,600 -2.4
13. Textile, Clothing, & Leather Products	1,940 -4.5	1,837 -5.3	1,707 -7.1	1,619 -5.1	1,676 3.5	1,567 -6.5	1,570 0.2	1,563 -0.5
14. Wood Products and Furniture	4,988 -1.4	4,966 -0.4	4,993 0.5	5,197 4.1	5,158 -0.8	5,041 -2.3	4,905 -2.7	4,803 -2.1
15. Paper Products and Printing	6,990 -3.1	6,971 -0.3	7,049 1.1	6,869 -2.6	6,934 1.0	6,988 0.8	7,106 1.7	6,991 -1.6
16. Chemical and Petroleum Products	9,996 -2.1	9,656 -3.4	9,739 0.9	9,313 -4.4	9,267 -0.5	9,472 2.2	9,490 0.2	9,490 0.0
17. Plastic and Rubber Products	5,720 -2.9	5,726 0.1	5,566 -2.8	5,485 -1.5	5,476 -0.2	5,534 1.1	5,636 1.8	5,905 4.8
18. Primary Metal & Fabricated Metal Products	13,018 -6.9	13,251 1.8	13,190 -0.5	12,676 -3.9	12,952 2.2	13,087 1.0	12,810 -2.1	13,078 2.1
19. Machinery	6,603 -4.1	6,629 0.4	6,661 0.5	6,420 -3.6	6,705 4.4	6,916 3.2	6,894 -0.3	7,297 5.8

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (2002) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
20. Electrical and Electronic Products	5,356 3.4	5,664 5.7	6,158 8.7	6,380 3.6	6,324 -0.9	6,060 -4.2	5,650 -6.8	5,478 -3.0
21. Transportation Equipment	27,102 2.4	27,501 1.5	28,065 2.0	27,273 -2.8	27,105 -0.6	26,335 -2.8	27,147 3.1	27,283 0.5
22. Auto Industry (Vehicles & Parts)	24,934 3.0	25,308 1.5	25,902 2.3	24,926 -3.8	25,062 0.5	24,642 -1.7	25,673 4.2	26,105 1.7
23. Other Transportation Equipment	2,163 -1.0	2,250 4.0	2,282 1.4	2,532 10.9	2,049 -19.1	1,516 -26.0	1,126 -25.7	654 -42.0
24. Other Manufacturing	4,393 -1.3	4,583 4.3	4,403 -3.9	4,441 0.9	4,519 1.7	4,345 -3.9	4,619 6.3	4,506 -2.4
25. Services Producing Industries	319,688 1.7	325,824 1.9	329,182 1.0	333,011 1.2	334,303 0.4	336,243 0.6	338,326 0.6	339,378 0.3
26. Wholesale Trade	26,613 -0.8	27,459 3.2	27,599 0.5	27,802 0.7	28,030 0.8	28,859 3.0	29,268 1.4	29,943 2.3
27. Retail Trade	24,591 2.0	24,694 0.4	25,352 2.7	25,775 1.7	25,894 0.5	25,905 0.0	25,757 -0.6	25,712 -0.2
28. Transportation and Warehousing	17,466 0.5	17,560 0.5	17,613 0.3	17,632 0.1	17,756 0.7	17,924 0.9	18,281 2.0	18,296 0.1
29. Information & Culture (including Telecommunications)	17,140 3.3	17,858 4.2	18,202 1.9	18,645 2.4	18,581 -0.3	18,606 0.1	18,835 1.2	18,595 -1.3
30. Finance, Insurance, Real Estate, Rental & Leasing	97,696 0.8	98,741 1.1	98,504 -0.2	99,063 0.6	100,404 1.4	100,970 0.6	102,160 1.2	102,767 0.6
31. Professional and Administrative Services	37,209 2.3	38,178 2.6	38,698 1.4	39,251 1.4	39,116 -0.3	39,751 1.6	39,998 0.6	40,042 0.1
32. Education	20,886 2.1	21,347 2.2	20,748 -2.8	20,685 -0.3	21,324 3.1	21,690 1.7	21,963 1.3	22,190 1.0
33. Health Care and Social Services	27,330 0.3	27,386 0.2	27,560 0.6	27,504 -0.2	27,487 -0.1	27,698 0.8	28,033 1.2	28,160 0.5
34. Arts, Entertainment & Recreation	4,541 1.2	4,598 1.3	4,655 1.2	4,679 0.5	4,584 -2.0	4,582 -0.1	4,597 0.3	4,667 1.5
35. Accommodation and Food	9,243 1.4	9,306 0.7	9,503 2.1	9,661 1.7	9,606 -0.6	9,566 -0.4	9,486 -0.8	9,495 0.1
36. Other Services	11,225 1.9	11,314 0.8	11,309 -0.0	11,512 1.8	11,540 0.2	11,517 -0.2	11,530 0.1	11,466 -0.6
37. Public Administration	24,040 1.5	23,961 -0.3	24,305 1.4	23,952 -1.5	24,123 0.7	24,297 0.7	24,516 0.9	25,141 2.6
38. Total Production	454,758 0.5 1.9	459,825 1.1 4.5	463,113 0.7 2.9	464,004 0.2 0.8	467,133 0.7 2.7	470,318 0.7 2.8	475,038 1.0 4.1	477,854 0.6 2.4

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (2002) dollars*

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Goods Producing Industries	140,661 -0.7	138,386 -1.6	136,557 -1.3	136,109 -0.3	137,890 1.3	137,246 -0.5	137,294 0.0	-
2. Primary	8,241 1.3	8,243 0.0	8,265 0.3	8,475 2.5	8,421 -0.6	8,289 -1.6	8,133 -1.9	-
3. Agriculture, Forestry, Fishing & Hunting	5,295 -0.1	5,357 1.2	5,393 0.7	5,528 2.5	5,543 0.3	5,369 -3.1	5,191 -3.3	-
4. Mining	2,930 4.0	2,869 -2.1	2,854 -0.5	2,926 2.5	2,855 -2.4	2,853 -0.1	2,901 1.7	-
5. Utilities	9,822 -1.6	9,793 -0.3	9,763 -0.3	9,502 -2.7	9,479 -0.2	9,712 2.5	9,644 -0.7	-
6. Electric Power	7,575 -1.9	7,583 0.1	7,531 -0.7	7,230 -4.0	7,202 -0.4	7,409 2.9	7,399 -0.1	-
7. Natural Gas, Water and Other	2,182 0.3	2,162 -0.9	2,199 1.7	2,258 2.6	2,263 0.2	2,288 1.1	2,231 -2.5	-
8. Construction	26,757 2.3	26,358 -1.5	26,283 -0.3	26,385 0.4	26,410 0.1	26,170 -0.9	26,519 1.3	-
9. Residential Buildings	10,628 4.5	10,207 -4.0	10,039 -1.6	10,001 -0.4	9,969 -0.3	9,806 -1.6	10,016 2.1	-
10. Non-Residential Buildings and Engineering	16,129 0.9	16,151 0.1	16,244 0.6	16,384 0.9	16,439 0.3	16,361 -0.5	16,499 0.8	-
11. Manufacturing	95,037 -1.8	93,075 -2.1	91,213 -2.0	90,593 -0.7	92,359 1.9	91,937 -0.5	91,754 -0.2	-
12. Food, Beverage, & Tobacco Products	10,693 0.9	10,579 -1.1	10,852 2.6	10,804 -0.4	10,605 -1.8	10,488 -1.1	10,500 0.1	-
13. Textile, Clothing, & Leather Products	1,516 -3.0	1,505 -0.7	1,417 -5.8	1,384 -2.3	1,433 3.5	1,426 -0.5	1,369 -4.0	-
14. Wood Products and Furniture	4,864 1.3	4,958 1.9	4,983 0.5	4,611 -7.5	4,784 3.8	4,645 -2.9	4,532 -2.4	-
15. Paper Products and Printing	6,644 -5.0	6,267 -5.7	5,840 -6.8	5,615 -3.9	5,666 0.9	5,654 -0.2	5,744 1.6	-
16. Chemical and Petroleum Products	9,325 -1.7	9,288 -0.4	9,123 -1.8	8,808 -3.4	8,684 -1.4	8,812 1.5	8,524 -3.3	-
17. Plastic and Rubber Products	5,816 -1.5	5,450 -6.3	5,335 -2.1	5,296 -0.7	5,136 -3.0	5,345 4.1	5,456 2.1	-
18. Primary Metal & Fabricated Metal Products	12,701 -2.9	12,170 -4.2	11,737 -3.6	11,634 -0.9	12,287 5.6	12,270 -0.1	11,878 -3.2	-
19. Machinery	7,153 -2.0	6,468 -9.6	6,383 -1.3	6,011 -5.8	6,175 2.7	6,529 5.7	6,469 -0.9	-

*Notes: Ontario Production is measured as Gross Domestic Product at basic prices.**Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (2002) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
20. Electrical and Electronic Products	5,690 3.9	5,865 3.1	6,039 3.0	6,614 9.5	6,998 5.8	7,042 0.6	6,942 -1.4	-
21. Transportation Equipment	26,117 -4.3	26,190 0.3	25,392 -3.0	25,793 1.6	26,581 3.1	25,634 -3.6	26,499 3.4	-
22. Auto Industry (Vehicles & Parts)	24,834 -4.9	24,723 -0.4	23,837 -3.6	24,099 1.1	24,882 3.3	23,933 -3.8	24,758 3.4	-
23. Other Transportation Equipment	887 35.7	1,175 32.4	1,384 17.8	1,622 17.2	1,655 2.0	1,537 -7.2	1,610 4.8	-
24. Other Manufacturing	4,793 6.3	4,682 -2.3	4,517 -3.5	4,499 -0.4	4,513 0.3	4,545 0.7	4,405 -3.1	-
25. Services Producing Industries	343,878 1.3	348,522 1.4	352,391 1.1	356,982 1.3	359,283 0.6	363,356 1.1	365,681 0.6	-
26. Wholesale Trade	30,788 2.8	31,100 1.0	31,368 0.9	30,977 -1.2	31,177 0.6	31,658 1.5	32,094 1.4	-
27. Retail Trade	26,064 1.4	26,586 2.0	27,224 2.4	27,731 1.9	27,951 0.8	28,486 1.9	28,632 0.5	-
28. Transportation and Warehousing	18,395 0.5	18,401 0.0	18,475 0.4	18,388 -0.5	18,281 -0.6	18,311 0.2	18,596 1.6	-
29. Information & Culture (including Telecommunications)	18,791 1.1	18,987 1.0	19,329 1.8	19,785 2.4	19,710 -0.4	19,847 0.7	20,049 1.0	-
30. Finance, Insurance, Real Estate, Rental & Leasing	103,720 0.9	104,867 1.1	106,219 1.3	107,953 1.6	109,297 1.2	110,978 1.5	111,533 0.5	-
31. Professional and Administrative Services	40,649 1.5	41,526 2.2	41,836 0.7	42,105 0.6	42,404 0.7	42,944 1.3	43,040 0.2	-
32. Education	22,328 0.6	22,426 0.4	22,043 -1.7	22,294 1.1	22,395 0.5	22,598 0.9	22,622 0.1	-
33. Health Care and Social Services	28,392 0.8	28,760 1.3	29,123 1.3	29,502 1.3	29,718 0.7	29,907 0.6	29,996 0.3	-
34. Arts, Entertainment & Recreation	4,631 -0.8	4,729 2.1	4,709 -0.4	4,945 5.0	5,047 2.1	5,055 0.1	5,084 0.6	-
35. Accommodation and Food	9,667 1.8	9,714 0.5	9,889 1.8	10,163 2.8	10,101 -0.6	10,016 -0.8	10,257 2.4	-
36. Other Services	11,606 1.2	11,682 0.7	11,828 1.3	11,981 1.3	12,029 0.4	12,121 0.8	12,155 0.3	-
37. Public Administration	25,298 0.6	25,547 1.0	25,515 -0.1	25,677 0.6	25,685 0.0	25,908 0.9	26,128 0.9	-
38. Total Production	480,644 0.6	482,366 0.4	483,762 0.3	487,249 0.7	491,475 0.9	494,670 0.7	496,992 0.5	-
	* 2.4	* 1.4	* 1.2	* 2.9	* 3.5	* 2.6	* 1.9	-

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES

TABLE 14

Millions of chained (2002) dollars

	2003	2004	2005	2006
1. Goods Producing Industries	135,581 0.5	138,377 2.1	140,476 1.5	137,928 -1.8
2. Primary	7,748 0.3	8,087 4.4	8,328 3.0	8,306 -0.3
3. Agriculture, Forestry, Fishing & Hunting	5,031 1.5	5,201 3.4	5,427 4.3	5,393 -0.6
4. Mining	2,714 -1.9	2,880 6.1	2,889 0.3	2,895 0.2
5. Utilities	9,180 -0.6	9,525 3.7	9,992 4.9	9,720 -2.7
6. Electric Power	6,940 -0.4	7,284 5.0	7,687 5.5	7,480 -2.7
7. Natural Gas, Water and Other	2,239 -1.4	2,232 -0.3	2,248 0.7	2,200 -2.1
8. Construction	23,088 3.3	23,468 1.6	25,052 6.8	26,446 5.6
9. Residential Buildings	9,608 4.4	9,952 3.6	10,136 1.8	10,219 0.8
10. Non-Residential Buildings and Engineering	13,480 2.4	13,516 0.3	14,917 10.4	16,227 8.8
11. Manufacturing	95,557 -0.1	96,603 1.1	96,264 -0.4	92,480 -3.9
12. Food, Beverage, & Tobacco Products	10,194 -0.8	10,457 2.6	10,668 2.0	10,732 0.6
13. Textile, Clothing, & Leather Products	1,845 -8.6	1,776 -3.7	1,594 -10.2	1,456 -8.7
14. Wood Products and Furniture	5,059 -6.1	5,036 -0.4	4,977 -1.2	4,854 -2.5
15. Paper Products and Printing	7,074 -2.2	6,970 -1.5	7,005 0.5	6,091 -13.0
16. Chemical and Petroleum Products	9,840 1.6	9,676 -1.7	9,430 -2.5	9,136 -3.1
17. Plastic and Rubber Products	5,821 -0.4	5,624 -3.4	5,638 0.2	5,474 -2.9
18. Primary Metal & Fabricated Metal Products	13,638 -0.0	13,034 -4.4	12,982 -0.4	12,061 -7.1
19. Machinery	6,780 -2.3	6,578 -3.0	6,953 5.7	6,504 -6.5

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES

TABLE 14

Millions of chained (2002) dollars

	2003	2004	2005	2006
20. Electrical and Electronic Products	5,582 -5.9	5,890 5.5	5,878 -0.2	6,052 3.0
21. Transportation Equipment	25,446 4.4	27,485 8.0	26,968 -1.9	25,873 -4.1
22. Auto Industry (Vehicles & Parts)	23,571 3.2	25,268 7.2	25,370 0.4	24,373 -3.9
23. Other Transportation Equipment	1,833 20.6	2,307 25.8	1,336 -42.1	1,267 -5.2
24. Other Manufacturing	4,403 2.0	4,455 1.2	4,497 0.9	4,623 2.8
25. Services Producing Industries	311,791 2.1	326,926 4.9	337,062 3.1	350,443 4.0
26. Wholesale Trade	26,251 5.1	27,368 4.3	29,025 6.1	31,059 7.0
27. Retail Trade	24,243 4.0	25,103 3.5	25,817 2.8	26,901 4.2
28. Transportation and Warehousing	17,121 -1.5	17,568 2.6	18,064 2.8	18,415 1.9
29. Information & Culture (including Telecommunications)	16,656 -0.4	17,961 7.8	18,654 3.9	19,223 3.1
30. Finance, Insurance, Real Estate, Rental & Leasing	95,465 1.7	98,501 3.2	101,575 3.1	105,690 4.1
31. Professional and Administrative Services	37,027 3.5	38,334 3.5	39,727 3.6	41,529 4.5
32. Education	20,226 1.7	20,916 3.4	21,792 4.2	22,273 2.2
33. Health Care and Social Services	26,693 3.6	27,445 2.8	27,844 1.5	28,944 3.9
34. Arts, Entertainment & Recreation	4,354 0.7	4,618 6.1	4,608 -0.2	4,754 3.2
35. Accommodation and Food	9,217 -7.8	9,428 2.3	9,538 1.2	9,858 3.4
36. Other Services	10,976 1.7	11,340 3.3	11,514 1.5	11,774 2.3
37. Public Administration	23,564 4.6	24,065 2.1	24,519 1.9	25,509 4.0
38. Total Production	447,367 1.6	460,425 2.9	472,586 2.6	483,505 2.3

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics.fin@ontario.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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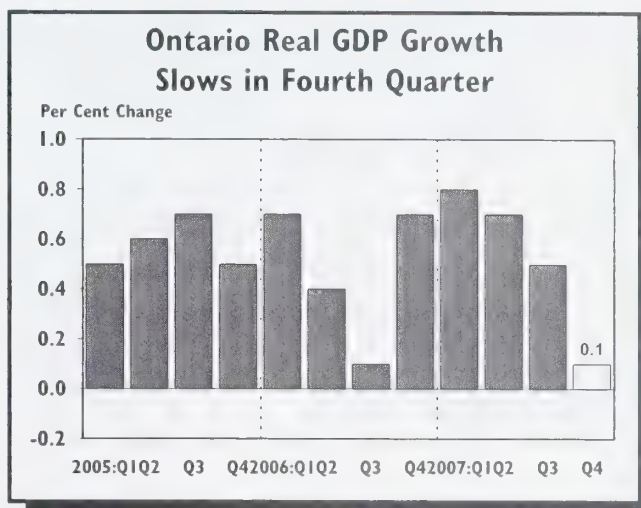
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FOURTH QUARTER 2007 HIGHLIGHTS

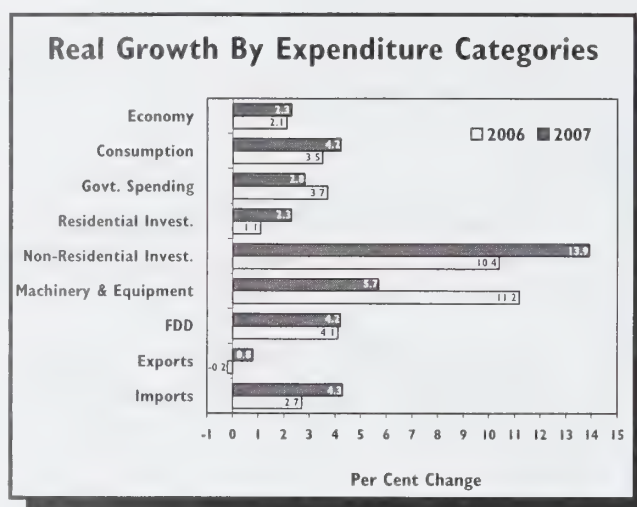
- ❑ Ontario's **real Gross Domestic Product** grew by 0.1% (0.4% annualized) in the fourth (October to December) quarter of 2007. The Canadian economy grew by 0.2% (0.8% annualized), while the U.S. economy advanced 0.1% (0.6% annualized) in the quarter.
- ❑ The fourth quarter increase reflected strong positive contributions from consumer and business investment spending. **Final domestic demand** grew 2.1% in real terms, the fastest quarterly growth of the year. Imports outpaced exports, slowing growth.
- ❑ The largest source of fourth quarter growth was **real consumer spending** which jumped 2.4%. Consumer demand was solid in all categories, with particular strength in expenditures on big-ticket durable goods such as autos and furniture.
- ❑ **Real residential construction investment** grew 1.6% in the fourth quarter, after advancing 2.1% in the third quarter. This was the fifth consecutive quarterly increase in Ontario's housing sector, with solid gains coming from new housing construction and renovation spending.
- ❑ Capital spending by the business sector continued to be a significant source of growth for the economy. **Real non-residential construction spending** advanced 3.3% in the fourth quarter, reflecting strong engineering-based capital spending by Ontario's utilities and transportation sectors. **Real machinery and equipment investment spending** grew 0.5% in the final quarter of 2007, following healthy gains in both the third (+2.7%) and second (+1.2%) quarters.
- ❑ Ontario **pre-tax corporate profits** grew at a 0.7% pace in the fourth quarter. Strong earnings in retail and wholesale trade were offset by lower profits in Ontario's manufacturing sector.
- ❑ Ontario businesses added \$9.6 billion (\$2002) to **real inventories** in the fourth quarter, following an \$8.8 billion (annualized) build-up in the third quarter. Retailers and wholesalers accounted for most of the inventory accumulation.
- ❑ **Real exports** fell 0.6% in the final quarter of 2007 due to slower U.S. economic growth and the strong Canadian dollar.



- ❑ Spurred on by healthy growth in domestic demand, **real imports** grew at a strong 2.4% pace in the fourth quarter.
- ❑ In **current dollars**, **GDP** grew by 1.4% in the fourth quarter, led by strong growth in labour income (+1.4%). Economy-wide prices, as measured by the **GDP implicit price index**, rose 1.3%.
- ❑ **On an industry basis**, economic production advanced 0.1% in the fourth quarter of 2007, following 0.4% growth in the third quarter. The construction sector led growth (+2.3%), while manufacturing output decreased by 2.0%.

2007 OVERVIEW

- ❑ Ontario's **real GDP** grew by 2.3% in 2007, following increases of 2.1% in 2006 and 2.9% in 2005. The Canadian economy grew at a 2.7% pace while the U.S. economy advanced 2.2% in 2007.
- ❑ **Real final domestic demand** - the sum of consumer spending, business investment and government spending - remained strong in 2007, rising 4.2%, following a similar gain of 4.1% in 2006. **Consumer spending** was a major contributor to economic growth in 2007, with real personal expenditures rising 4.2%, the largest annual gain in seven years.
- ❑ In **current dollars**, GDP grew 5.4% in 2007, the economy's strongest nominal growth in seven years. **Economy-wide prices**, as measured by the GDP price deflator, rose 3.1% in 2007, up from a 1.7% increase in 2006. Machinery and equipment (-2.9%) and consumer prices (+1.5%) were both restrained by the rising dollar in 2007.
- ❑ Real economic production by industry grew 2.2% in 2007. Gains in construction (+6.7%), retail trade (+5.1%) and finance (+3.9%) were partially offset by a 2.2% decline in manufacturing.



ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS*(% change from previous period)*

	2006	2007	2007q1	2007q2	2007q3	2007q4
Real GDP (Chained \$ 2002)	2.1	2.3	0.8	0.7	0.5	0.1
<i>(annualized rate)</i>			3.2	2.7	2.1	0.4
Personal spending	3.5	4.2	0.3	1.0	1.2	2.4
Government spending	3.7	2.8	0.5	0.5	1.2	1.6
Residential construction	1.1	2.3	0.7	0.3	2.1	1.6
Non-residential construction	10.4	13.9	1.7	5.6	4.7	3.3
Machinery & equipment	11.2	5.7	-1.7	1.2	2.7	0.5
Final Domestic Demand	4.1	4.2	0.3	1.0	1.5	2.1
Exports	-0.2	0.8	1.1	-1.1	-0.3	-0.6
Imports	2.7	4.3	0.3	-0.1	2.6	2.4
Business inventories (Chained \$2002 billions)	3.3	6.3	2.6	4.3	8.8	9.6
Nominal GDP (\$ Current)	3.9	5.4	1.7	1.8	0.8	1.4
Corporation profits	3.2	8.6	0.3	-0.2	2.7	0.7
Personal income	4.8	5.3	1.7	1.2	0.9	1.1
Personal disposable income	5.2	4.6	1.5	0.2	1.5	1.3
Implicit price index, GDP	1.7	3.1	0.9	1.2	0.3	1.3

DEMAND AND INCOMES

CONSUMER SPENDING UP STRONGLY

Real consumer spending jumped 2.4% in the fourth quarter of 2007, its strongest quarterly gain in 23 years. Consumer demand was solid in all categories, with spending on big-ticket durable goods such as autos and furniture especially robust.

Real expenditures on **durables** advanced at a brisk pace, increasing 5.3% in the fourth quarter.

A 7.8 % jump in motor vehicle purchases was a major contributor to the gain.

Consumer spending on **semi-durable** goods

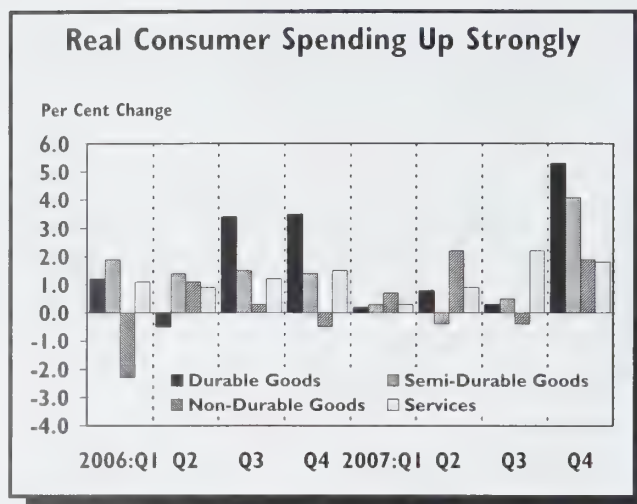
rebounded by a healthy 4.1% in the fourth quarter. Spending on clothing and footwear, accounting for over half of total semi-durable spending, advanced at a brisk 5.1% pace.

Consumer spending was also supported by a 1.9% rise in **non-durable** purchases along with solid growth in **consumer service** spending, which increased by 1.8% in the fourth quarter of 2007.

Labour income, the largest component of household income, increased by 1.4% in the final quarter of 2007. This resulted in **personal disposable incomes** growing at a healthy 1.3% pace.

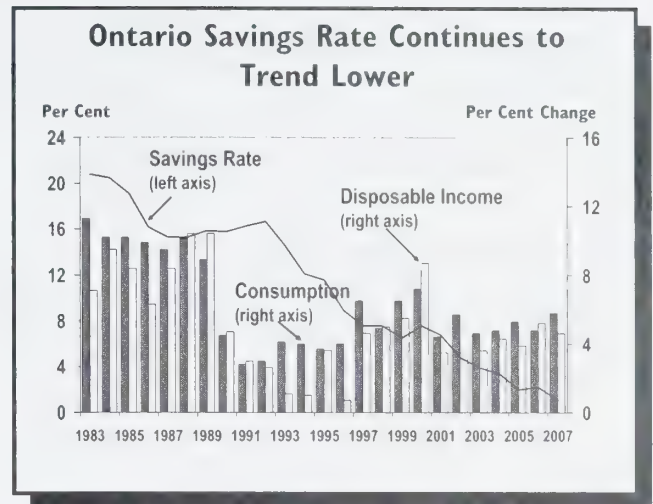
In annual terms, consumer spending was the leading contributor to real GDP growth in 2007, advancing 4.2%, its best performance since 2000. Consumer spending was strong in all major categories but was particularly robust for durable goods spending (+6.5%) and services (+4.5%). Strong motor vehicle (+4.8%) and furniture (+7.6%) purchases propelled durable spending growth, while rising travel spending, benefiting from the strong Canadian dollar, was a major contributor to the strong growth in consumer services in 2007. Spending on semi-durables (+3.5%) and non-durables (+2.6%) were also important contributors to the overall strong performance of the household sector in 2007.

A 5.3% jump in personal income in 2007, the largest increase since 2000, helped support increased household spending. Labour income increased 5.0%, reflecting a 1.6% (101,100 jobs) employment gain and a 3.0% increase in average hourly wages.



Ontario's personal savings* rate fell to 1.1% in 2007, as consumer spending in current dollars (+5.8%) outpaced personal disposable income growth (+4.6%).

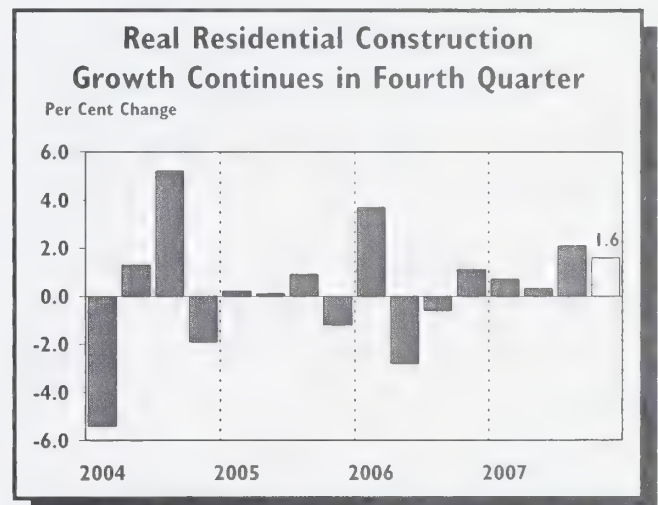
***Note:** Personal savings is calculated in the System of National Accounts as the difference between the amount households receive as income, and their expenditures on taxes and personal consumption. It is not measured by taking account of changes in household wealth, such as financial assets, home equity and retirement savings.



RESIDENTIAL CONSTRUCTION CONTINUES TO GROW IN FOURTH QUARTER

Real residential construction investment grew 1.6% in the fourth quarter. Solid gains in new housing construction and renovations supported the overall increase in housing investment.

On an annual basis, real residential construction investment increased 2.3% in 2007, up from 1.1% in 2006. While growth has slowed in recent years, 2007 marked the ninth straight annual increase in investment spending on residential housing. Over the last nine years, residential construction expenditures in constant 2002 dollars have grown by over 60%, hitting a record \$31.6 billion in 2007.



The major factor driving up the value of residential construction spending has been the demand for home improvements by Ontarians. Renovation spending, which jumped 5.8% in 2007, has been growing at an average annual rate of 8.9% per year since 1998, accounting for almost 75% of the total residential investment gain over the past nine years.

BUSINESS INVESTMENT SPENDING REMAINS STRONG

Capital spending by the business sector continued to be a significant source of growth for the economy throughout 2007. **Real non-residential construction spending** increased at a 3.3% pace in the fourth quarter. This increase reflects strong growth in engineering-based capital spending by Ontario's utilities and transportation sectors.

Real machinery and equipment investment

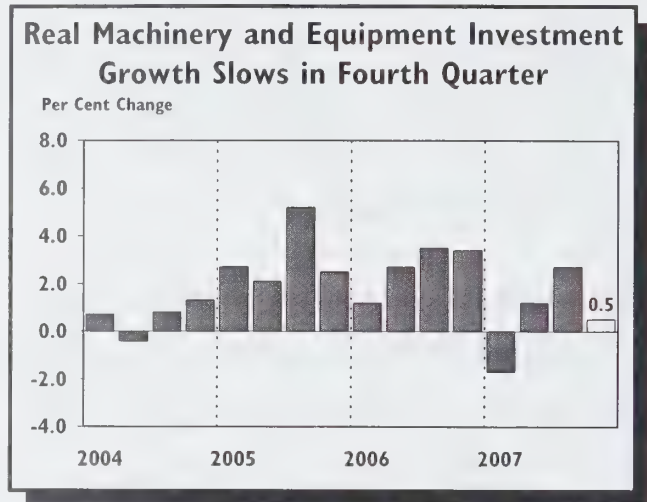
spending grew 0.5% in the fourth quarter, led by rising purchases of new industrial machinery and telecommunications equipment.

Ontario **pre-tax corporate profits** grew at a 0.7% pace in the fourth quarter. The modest increase reflects strong earnings in the retail and wholesale trade industries offset by lower profits in the manufacturing sector.

On an annual basis, business investment in non-residential structures increased for the third straight year, growing 13.9% in 2007. This was the fastest pace of growth since 1996, propelled in large part by investments in several major engineering projects in the electrical utilities sector.

Business investment was also boosted by solid growth in real machinery and equipment, which increased 5.7% in 2007, rising for the fifth consecutive year. Investment spending was concentrated in purchases of computers and other office equipment, software, telecommunications equipment, and industrial machinery.

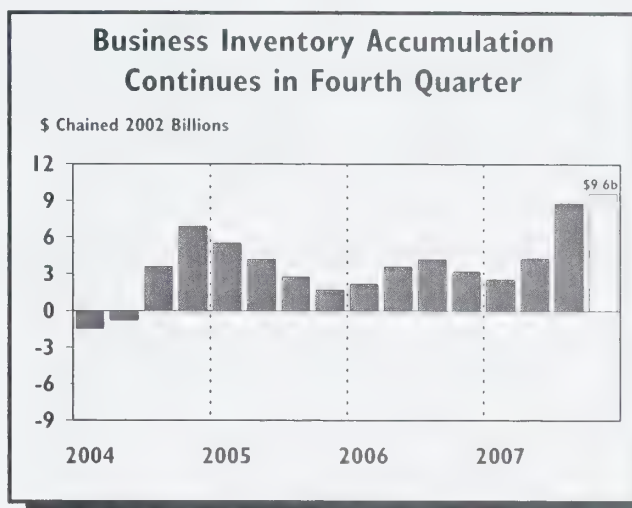
Ontario pre-tax corporate profits grew 8.6% in 2007, the strongest performance since 2004. The solid profit performance in 2007 reflects stronger earnings in several key sectors, including wholesaling, retailing and financial services.



INVENTORY BUILD-UP CONTINUES IN FOURTH QUARTER

Ontario businesses added \$9.6 billion (annualized, \$2002) to **real inventories** in the fourth quarter, following an \$8.8 billion build-up in the third quarter. Retailers and wholesalers accounted for most of the accumulation in the fourth quarter.

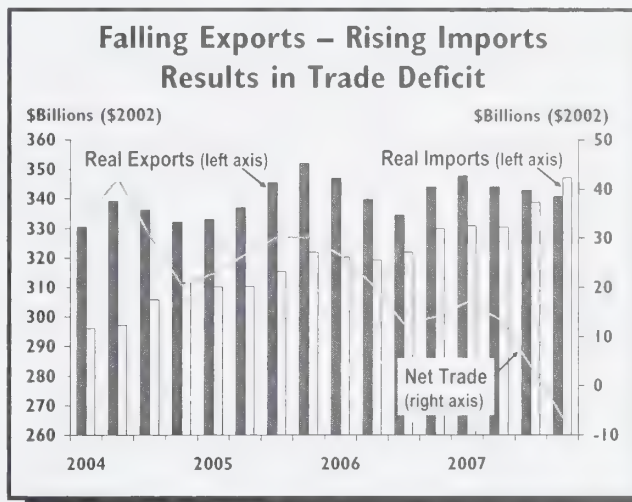
In 2007, businesses raised inventories by \$6.3 billion (\$2002). Increased inventories of motor vehicles by both the retail and wholesale trade sectors, along with a significant accumulation of wholesale machinery and equipment stocks, dominated the overall inventory gains last year.



TRADE BALANCE DETERIORATES IN FOURTH QUARTER

Real exports (which include both international and interprovincial exports) fell by 0.6% in the final quarter of 2007. The decline was due to slowing U.S. economic growth and the strong Canadian dollar. A 1.8% decline in international goods exports in the fourth quarter was broadly-based with the significant declines in the forestry, industrial goods and materials and automotive sectors. Exports of machinery and equipment were unchanged in the fourth quarter.

Spurred by healthy growth in domestic demand and the strong Canadian dollar, **real imports** grew at a strong 2.4% pace in the fourth quarter. In addition to strong consumer spending, imports were propelled by a substantial accumulation of inventories as wholesalers and retailers took advantage of the strong Canadian dollar to stock up on merchandise in the second half of 2007. The strong import performance was led by gains in imports of machinery and equipment, industrial goods and materials and consumer goods.



On an annual basis, Ontario real exports grew by 0.8% in 2007, rebounding from a 0.2% decline in 2006. The modest improvement occurred despite the competitive challenges of the strong Canadian dollar which appreciated a further 5.6% against its U.S. counterpart in 2007. Export growth was also hindered by slumping U.S. demand for automotive products and forestry products in 2007. Exports to other provinces and territories continued to grow in 2007, partially offsetting the weakness in Ontario's international trade.

Ontario's real imports grew at a strong 4.3% pace in 2007, bolstered by the strong dollar and growing domestic demand. This was the sixth consecutive annual increase in real imports. Import gains were widespread in 2007 with all major categories recording strong increases. Substantial increases occurred in machinery and equipment, automotive products and consumer goods such as household furnishings, clothing and consumer electronics.

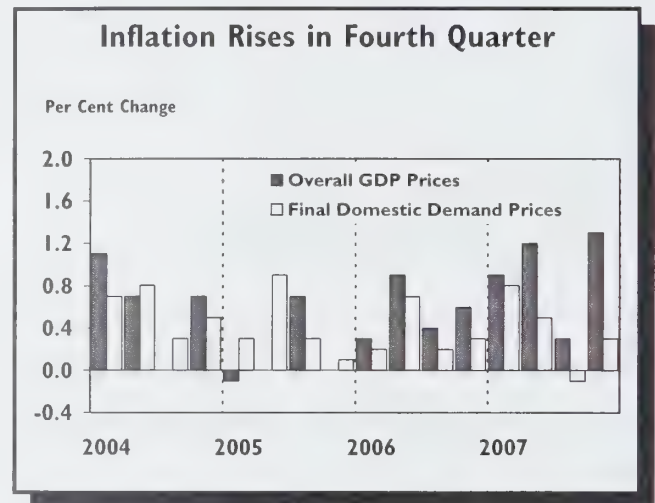
GDP INFLATION RISES IN FOURTH QUARTER

Economy-wide prices, as measured by the **GDP implicit price index**, rose 1.3% in the fourth quarter, up from a 0.3% third quarter increase. Supporting the fourth quarter price increase was a jump in non-durable consumer expenditure prices (+1.3%), due in part to higher prices for gasoline. Upward pressure was also exerted by Ontario's construction prices, with residential construction prices rising 1.3% and non-residential construction prices up 0.8% in the fourth quarter.

Import prices which have fallen in nine of the last ten quarters, decreased 3.4% in the final quarter of 2007. The continuing appreciation of the Canadian dollar, which rose 6.4% against its U.S. counterpart in the final quarter of 2007, has been the cause of falling prices. The strong currency also had a moderating impact on prices received by Ontario exporters. Export prices were 1.6% lower in the fourth quarter.

Lower import prices have helped dampen Ontario's domestic demand prices allowing consumers and businesses to purchase foreign-made goods and services at lower prices. The implicit price for final domestic demand expenditures increased by 0.3% in the final quarter of 2007. Consumer prices rose a modest 0.3%, while machinery and equipment prices fell 2.4% in the fourth quarter.

For 2007 as a whole, prices as measured by the GDP price deflator, rose 3.1%, up from a 1.7% increase in 2006. Price increases were strongest in Ontario's construction sector with price gains in excess of 3.0%. The rising Canadian dollar, which appreciated 5.6% against the U.S. dollar in 2007, helped moderate annual inflation. Consumer prices rose 1.5% in 2007, in line with the average price increase of 1.5% over the past four years. Machinery and equipment prices fell by 2.9%, exerting the biggest downward influence on the overall GDP price index.



ONTARIO PRODUCTION BY INDUSTRY

FOURTH QUARTER 2007 HIGHLIGHTS

Output by industry grew 0.1% in the fourth quarter of 2007. Service-sector output advanced 0.5%, while activity in the goods-producing sector declined 0.9%. The construction (+2.3%), utilities (+2.3%), education (+1.7%), wholesale trade (+1.6%) and retail trade (+0.9%) sectors all posted strong growth in the fourth quarter. Manufacturing output was down 2.0%.

On an **annual basis**, output by industry grew 2.2% in 2007. Gains in construction (+6.7%), retail trade (+5.1%), finance (+3.9%) and professional and administrative services (+3.3%) were partially offset by a 2.2% decline in manufacturing.

ONTARIO OUTPUT BY INDUSTRY

(% change from previous period, chained \$2002)

	2006	2007	2007q1	2007q2	2007q3	2007q4
Goods Sector	-1.8	0.0	1.6	-0.3	0.2	-0.9
Primary Industries	-0.3	-1.4	-0.6	-1.4	-1.9	-3.1
Utilities	-2.7	0.8	0.3	2.9	0.1	2.3
Construction	5.6	6.7	3.3	1.3	3.7	2.3
Manufacturing	-3.9	-2.2	1.4	-1.0	-0.8	-2.0
Of which: Auto Industry	-3.9	-2.7	2.9	-5.3	2.2	-5.9
Service Sector	4.0	3.4	0.5	0.9	0.5	0.5
Wholesale Trade	7.0	2.9	0.9	1.6	1.3	1.6
Retail Trade	4.2	5.1	0.4	1.5	0.2	0.9
Transportation and Warehousing	1.9	0.3	-0.2	0.3	1.1	-0.7
Information and Cultural Industries	3.1	2.5	-0.9	0.2	0.3	0.8
Finance, Insurance, Real Estate	4.1	3.9	0.8	1.0	0.4	0.1
Public Administration	4.0	1.9	0.1	0.9	0.8	0.5
Ontario Output at Basic Prices	2.3	2.2	0.8	0.5	0.4	0.1
(annualized rates)			3.4	2.1	1.6	0.4

Note: Output by industry is defined as real gross domestic product at basic prices in chained 2002 dollars. GDP at basic prices includes taxes net of subsidies on labour and capital inputs, but not taxes on final products.

MANUFACTURING OUTPUT DECLINES

The manufacturing sector's output dropped 2.0% in the fourth quarter. Nine of eleven manufacturing industries, representing 77% of the sector's production, reduced their output in the fourth quarter.

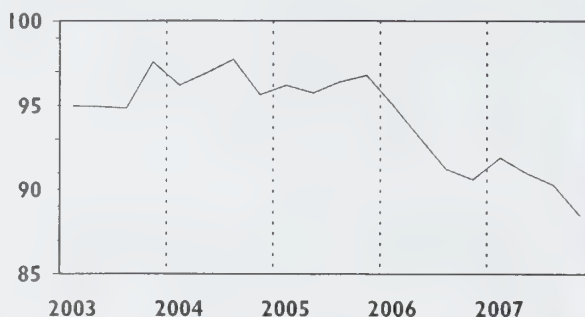
A drop in transportation equipment production (-5.2%) accounted for almost three quarters of the overall quarterly manufacturing decline. This decline was attributable to a significant decrease in auto production (-5.9%), reflecting continued restructuring within the industry.

Output of plastic and rubber products (-4.4%) and wood and furniture products (-3.8%) also posted significant declines. Primary metal and fabricated products (+2.0%) and chemical and petroleum products (+0.4%) were the only manufacturing industries to increase output in the quarter.

For 2007 as a whole, manufacturing sector output fell by 2.2%. Auto production was down 2.7%. Other industries including chemical and petroleum products (-6.2%), paper and printing (-5.4%) and wood and furniture products (-5.8%) also posted declines. The electrical and electronic products sector recorded strong growth in 2007 (+8.6%), building on a 3.0% gain in 2006.

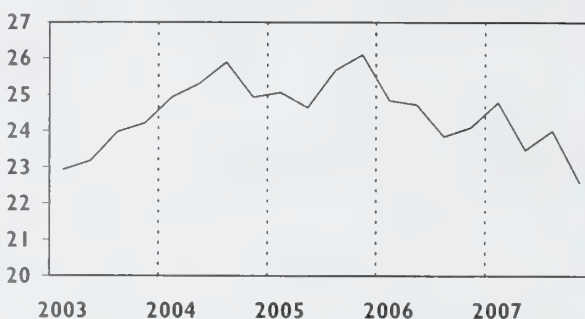
Manufacturing Down in Fourth Quarter

\$ 2002 Billions



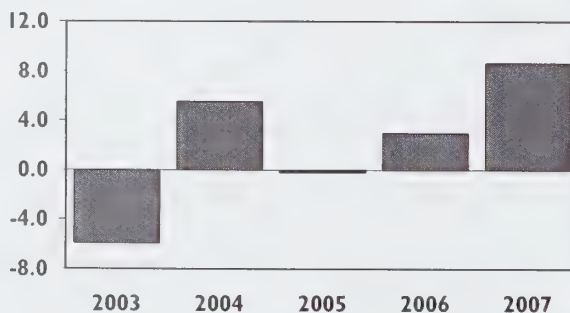
Auto Industry Output

\$ 2002 Billions



Electrical and Electronic Products Output

Per Cent Change

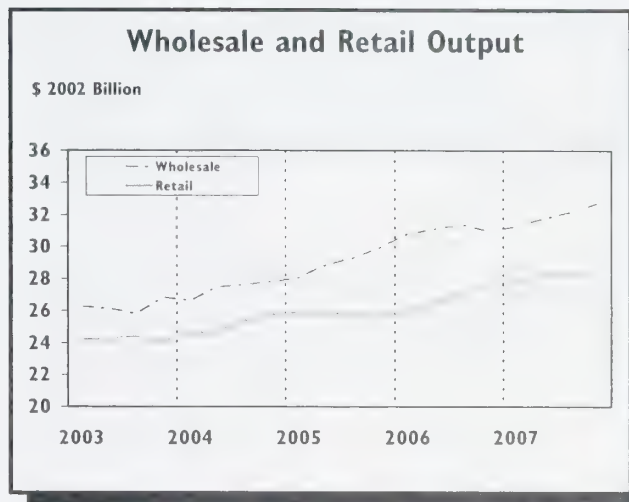


WHOLESALE AND RETAIL

Wholesale output grew by 1.6%, marking the fourth consecutive quarter with positive growth.

Increased activity across several trade groups such as food products, machinery and equipment and building supplies supported growth. The wholesale trade sector's advance represented the largest positive contribution to economy-wide growth by any sector in the fourth quarter.

Retail sector output increased 0.9% in the fourth quarter, led by strong growth in food and beverage stores, gasoline stations and new and used car dealers.



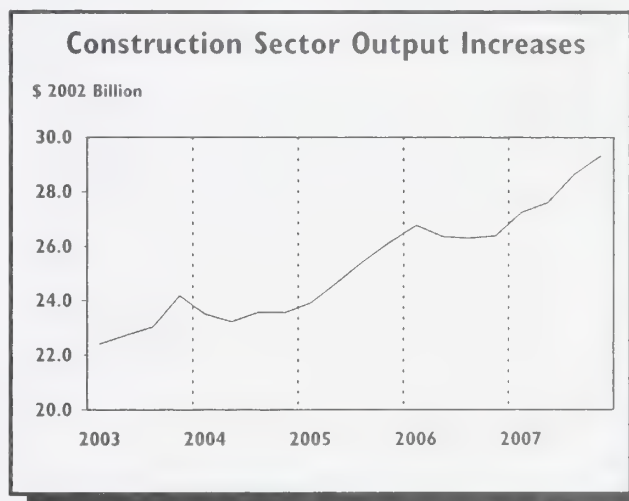
In annual terms, wholesale trade rose 2.9% in 2007, while retail trade output increased 5.1%.

RESOURCES, UTILITIES AND CONSTRUCTION

Construction sector output advanced 2.3%, with growth in both residential (+2.7%) and non-residential (+2.2%) construction. Utilities output increased 2.3%, fueled by growth in the natural gas and water industry (+4.4%).

Mining output fell 1.6%, following a 2.1% increase in the third quarter.

In 2007, construction sector output rose 6.7%, driven mainly by strong growth in engineering construction (+13.2%). Mining also grew in 2007 (+1.4%), while utilities output rose 0.8%.

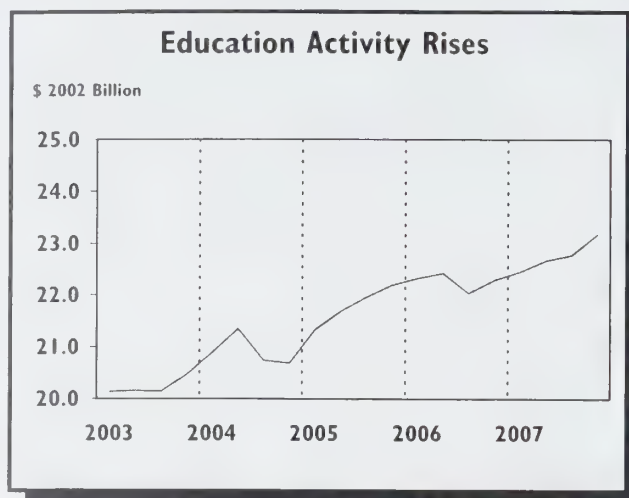


Note: Construction industry output is measured by the value added of the industry. This is a different statistical measure than the construction investment spending estimates included as part of expenditure-based Gross Domestic Product.

EDUCATION, HEALTH CARE AND PUBLIC ADMINISTRATION

Education services output grew 1.7% in the fourth quarter. Production in the health care and social services sector grew 0.6%, up for an eleventh consecutive quarter. Public administration output increased 0.5%.

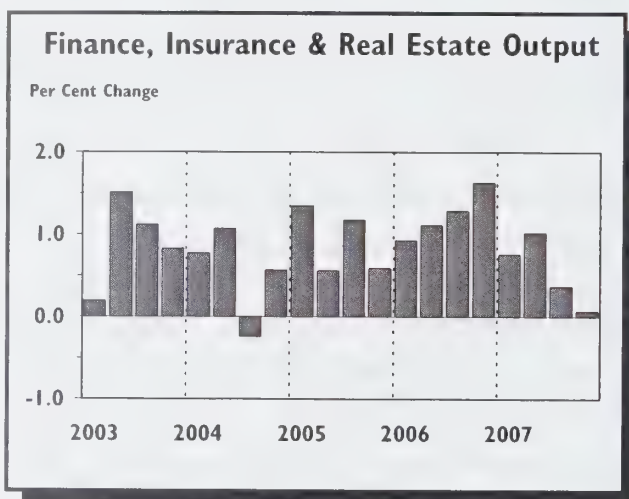
For 2007 as a whole, education services output rose 2.2%, matching its 2006 pace. Output by the health care and social services sector grew 3.2%.



FINANCE, INSURANCE AND REAL ESTATE

Real output of the finance, insurance and real estate sector grew 0.1% in the fourth quarter with a decline in other financial services (-1.8%) holding back overall growth for the sector. The decrease in other financial services reflected lower stock market activity and home resales.

In annual terms, the financial sector's output grew 3.9% in 2007, reflecting strong gains in banking (+6.6%) and other financial services (+6.0%).

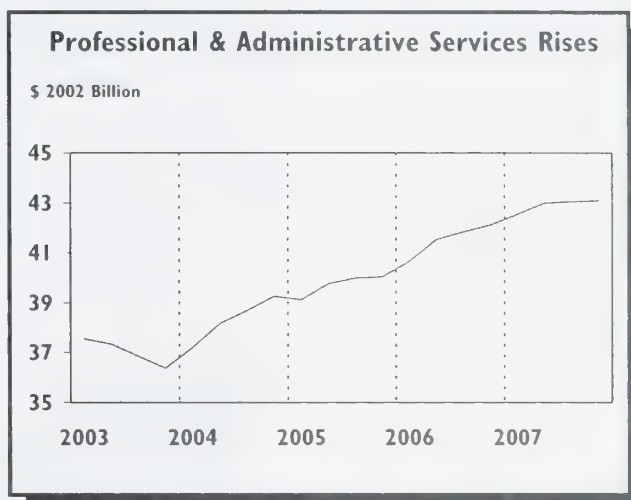


OTHER SERVICE SECTORS

Output in the information and culture sector (which includes telecommunications) rose 0.8% in the fourth quarter.

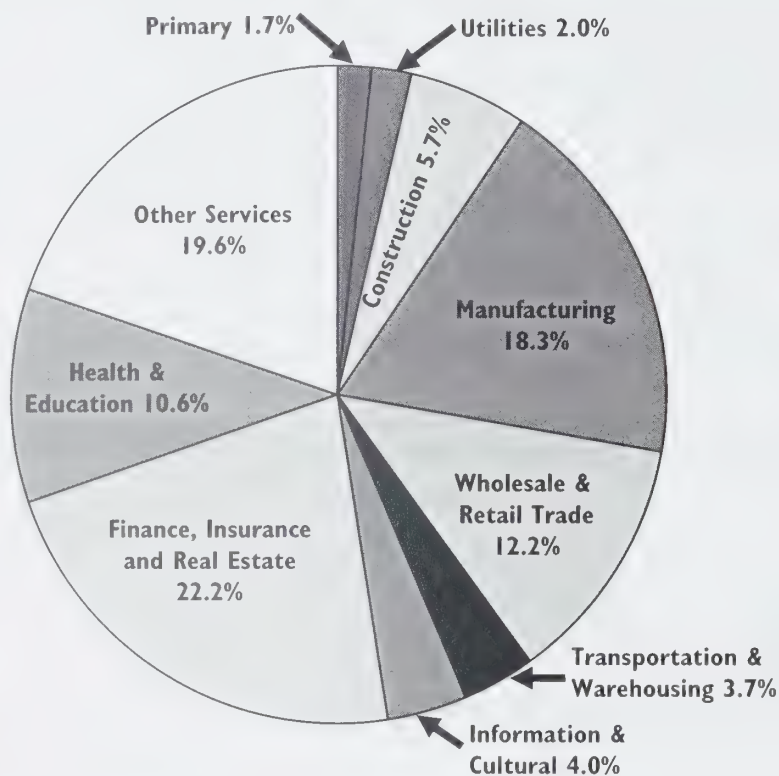
Accommodation and food services output rose by 0.6%. Transportation and warehousing declined 0.7%, influenced by the weakness in the manufacturing sector.

Annually, professional and administrative services output rose 3.3% in 2007, maintaining its trend in strong positive annual growth. Activity in the arts, entertainment and recreation sector also advanced (+4.4%).



Structure of the Ontario Economy, 2007

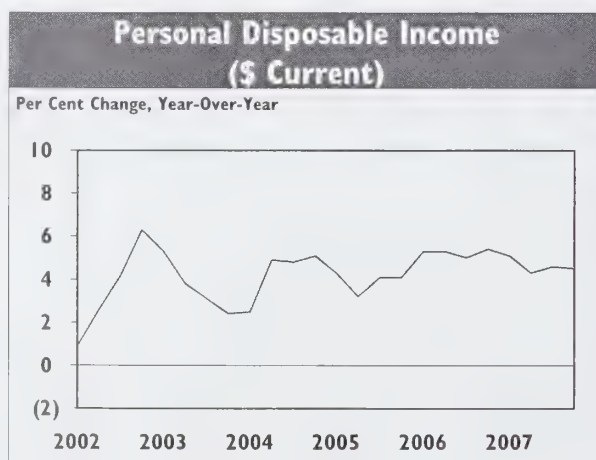
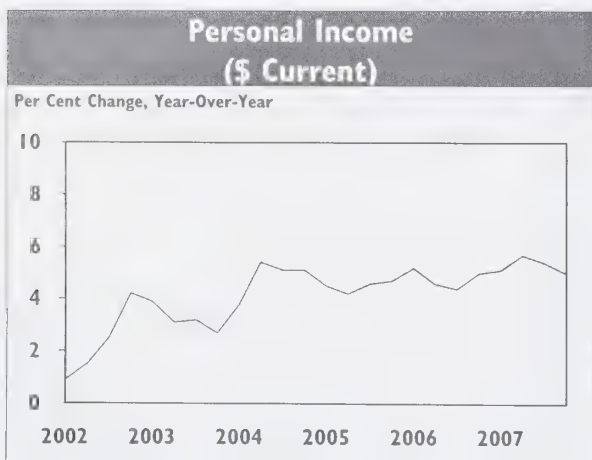
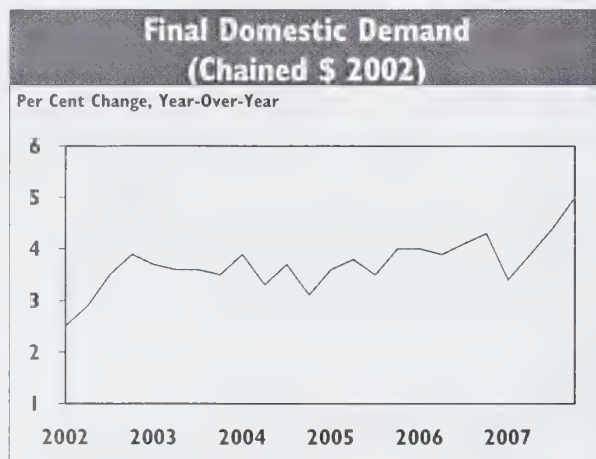
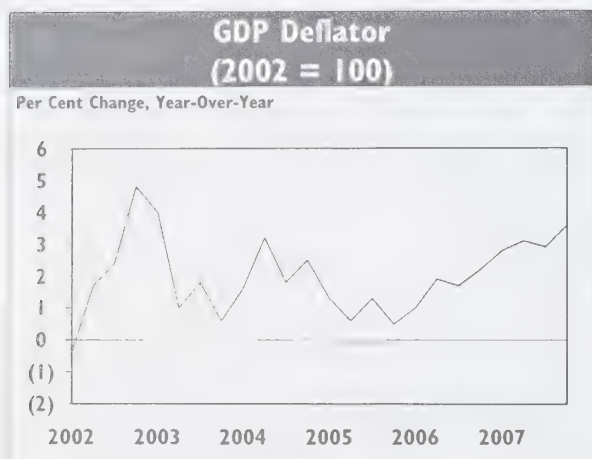
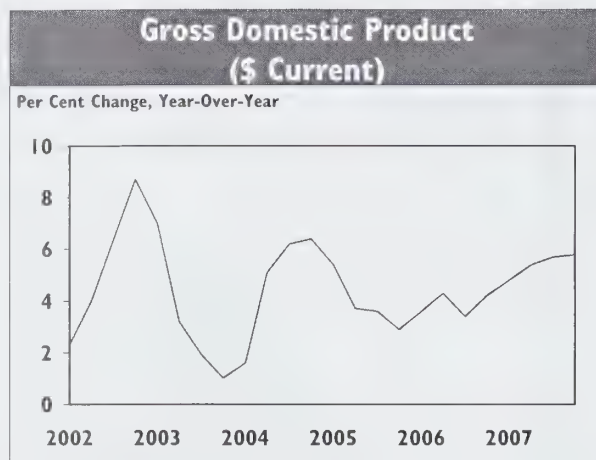
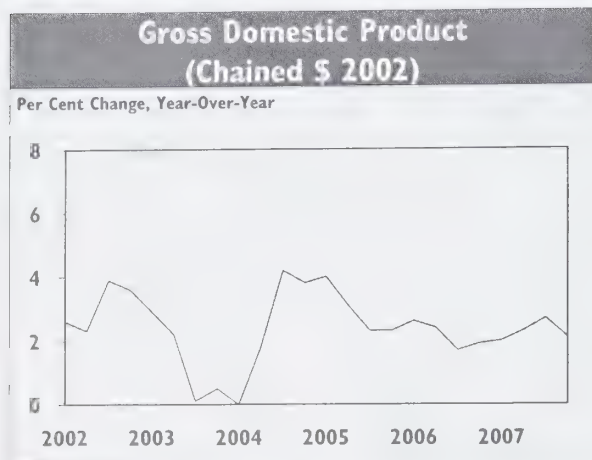
Per Cent Share of GDP



Source: Statistics Canada and Ontario Ministry of Finance

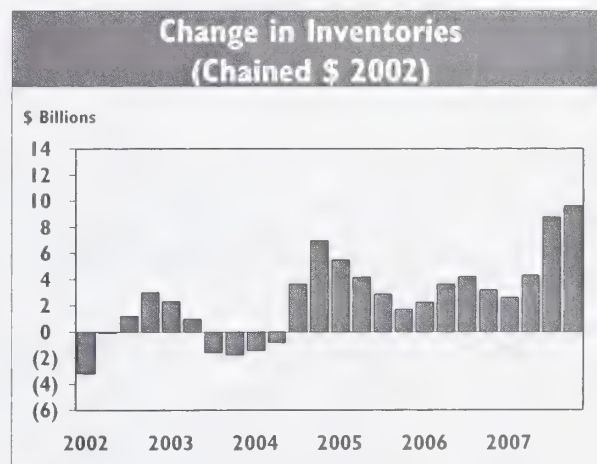
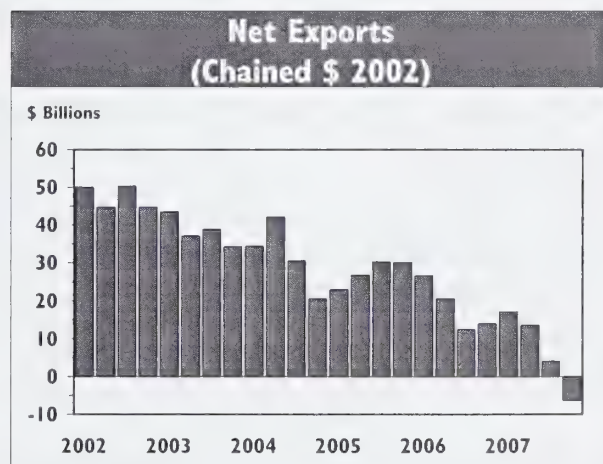
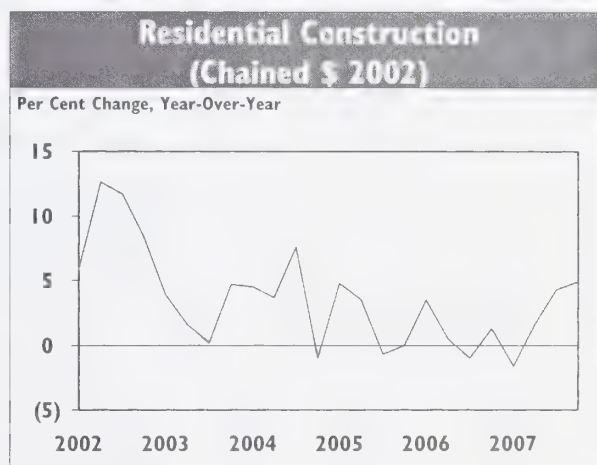
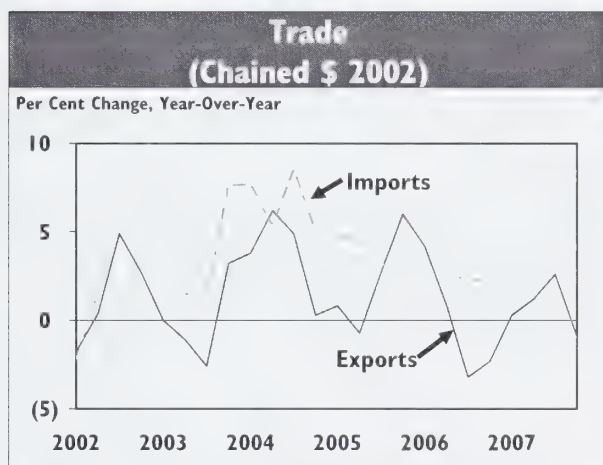
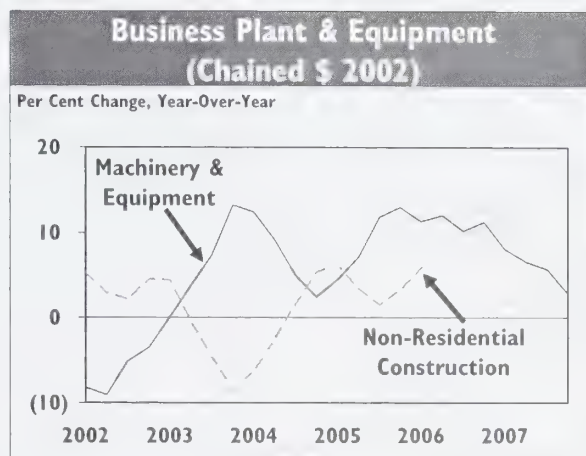
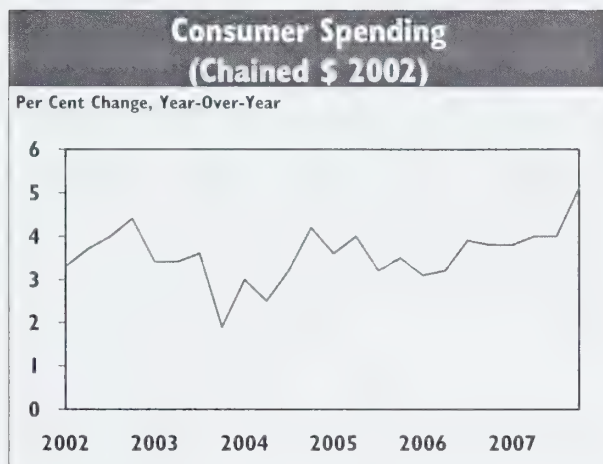
Ontario Economic Accounts: Summary charts

(2002:1 - 2007:4)



Ontario Economic Accounts: Summary charts

(2002:1 - 2007:4)



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Historical tables, both annual and quarterly, from 1981 are available on request by e-mailing Macroeconomics.fin@ontario.ca

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Wages, salaries and supplementary labour income (domestic basis)	270,918 1.6	274,915 1.5	277,777 1.0	278,117 0.1	283,112 1.8	287,555 1.6	291,126 1.2	295,187 1.4
2. Corporation profits before taxes	59,872 9.7	64,459 7.7	63,846 -1.0	68,428 7.2	63,253 -7.6	62,263 -1.6	61,338 -1.5	62,826 2.4
3. Interest and miscellaneous investment income	17,283 0.3	17,754 2.7	18,269 2.9	18,342 0.4	18,923 3.2	19,455 2.8	20,474 5.2	21,142 3.3
4. Net income of unincorporated business *	33,591 2.8	34,151 1.7	34,329 0.5	34,413 0.2	34,558 0.4	34,651 0.3	34,789 0.4	34,886 0.3
5. Inventory valuation adjustment	-2,400	-2,011	-80	943	-556	-1,839	1,123	-523
6. Indirect taxes less subsidies	62,852 1.3	64,245 2.2	65,520 2.0	66,617 1.7	66,889 0.4	67,772 1.3	68,196 0.6	68,335 0.2
7. Capital consumption allowances	60,643 0.9	61,404 1.3	62,043 1.0	62,878 1.3	63,177 0.5	63,361 0.3	63,993 1.0	64,589 0.9
8. Statistical discrepancy	144	-556	156	-443	706	122	-363	-2,888
9. Gross Domestic Product at market prices	502,903 1.3	514,194 2.2	521,860 1.5	528,210 1.2	530,062 0.4	533,340 0.6	540,676 1.4	543,554 0.5
	** 5.3	9.3	6.1	5.0	1.4	2.5	5.6	2.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 1

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Wages, salaries and supplementary labour income (domestic basis)	297,529 0.8	300,326 0.9	303,572 1.1	307,693 1.4	311,857 1.4	315,192 1.1	317,974 0.9	322,563 1.4
2. Corporation profits before taxes	61,224 -2.5	62,802 2.6	64,756 3.1	68,846 6.3	69,034 0.3	68,864 -0.2	70,722 2.7	71,202 0.7
3. Interest and miscellaneous investment income	20,848 -1.4	20,742 -0.5	20,250 -2.4	20,324 0.4	21,663 6.6	22,524 4.0	22,330 -0.9	22,367 0.2
4. Net income of unincorporated business *	34,910 0.1	34,929 0.1	34,956 0.1	35,069 0.3	35,890 2.3	36,779 2.5	36,946 0.5	37,361 1.1
5. Inventory valuation adjustment	121	-222	-691	-2,907	-951	2,707	1,502	2,072
6. Indirect taxes less subsidies	70,008 2.4	71,244 1.8	70,541 -1.0	70,939 0.6	72,307 1.9	73,483 1.6	74,100 0.8	74,559 0.6
7. Capital consumption allowances	65,128 0.8	65,727 0.9	66,308 0.9	66,881 0.9	67,788 1.4	68,700 1.3	69,398 1.0	70,264 1.2
8. Statistical discrepancy	-497	751	-442	-530	-1,715	-1,837	-1,941	-1,288
9. Gross Domestic Product at market prices	549,271 1.1 4.3	556,299 1.3 5.2	559,250 0.5 2.1	566,315 1.3 5.2	575,873 1.7 6.9	586,411 1.8 7.5	591,032 0.8 3.2	599,100 1.4 5.6

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 2

Seasonally adjusted data at annual rates, millions of dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	284,225 2.1	287,402 1.1	291,421 1.4	296,323 1.7	299,648 1.1	303,202 1.2	306,428 1.1	311,035 1.5
2. Durable goods	35,928 2.4	36,001 0.2	36,902 2.5	38,237 3.6	38,168 -0.2	37,385 -2.1	37,985 1.6	38,554 1.5
3. Semi-durable goods	23,854 2.5	24,027 0.7	24,447 1.7	24,493 0.2	24,320 -0.7	24,744 1.7	24,478 -1.1	25,574 4.5
4. Non-durable goods	66,355 2.0	67,121 1.2	67,991 1.3	69,326 2.0	70,530 1.7	71,955 2.0	73,528 2.2	74,572 1.4
5. Services	158,089 2.0	160,254 1.4	162,082 1.1	164,268 1.3	166,631 1.4	169,118 1.5	170,436 0.8	172,335 1.1
6. Government expenditure on goods and services:	104,385 1.5	105,499 1.1	106,790 1.2	108,047 1.2	110,462 2.2	113,326 2.6	113,901 0.5	115,155 1.1
7. Current expenditure	91,495 2.1	92,547 1.1	93,768 1.3	94,770 1.1	96,953 2.3	99,203 2.3	99,354 0.2	100,066 0.7
8. Capital expenditure	12,890 -2.9	12,952 0.5	13,022 0.5	13,276 2.0	13,509 1.8	14,123 4.5	14,547 3.0	15,089 3.7
9. Business gross fixed capital formation:	77,444 -1.1	79,207 2.3	80,735 1.9	80,330 -0.5	81,885 1.9	83,249 1.7	85,382 2.6	86,216 1.0
10. Residential structures	32,041 -2.5	33,121 3.4	34,756 4.9	34,441 -0.9	34,699 0.7	35,355 1.9	36,288 2.6	36,198 -0.2
11. Non-residential structures	12,057 3.2	12,456 3.3	12,824 2.9	13,155 2.6	13,526 2.8	13,432 -0.7	13,450 0.1	13,916 3.5
12. Machinery and equipment	33,346 -1.1	33,629 0.9	33,156 -1.4	32,733 -1.3	33,660 2.8	34,462 2.4	35,644 3.4	36,102 1.3
13. Exports of goods and services	316,491 1.4	332,414 5.0	327,830 -1.4	317,357 -3.2	320,194 0.9	325,939 1.8	331,163 1.6	337,937 2.0
14. DEDUCT: Imports of goods and services	277,418 1.3	287,394 3.6	291,366 1.4	286,795 -1.6	290,617 1.3	297,560 2.4	300,020 0.8	306,032 2.0
15. Value of physical change in inventories:	-2,057	-3,580	6,584	13,589	9,219	5,324	3,499	-2,210
16. Non-farm	-2,333	-3,712	6,540	13,341	9,087	5,291	3,622	-2,176
17. Farm	136	158	141	240	133	47	-131	-73
18. Government	140	-27	-97	8	-1	-14	8	39
19. Statistical discrepancy	-167	647	-132	-639	-728	-138	322	1,452
20. Gross Domestic Product at market prices	502,903 1.3 5.3	514,194 2.2 9.3	521,860 1.5 6.1	528,210 1.2 5.0	530,062 0.4 1.4	533,340 0.6 2.5	540,676 1.4 5.6	543,554 0.5 2.1
21. Final domestic demand	466,054 1.4	472,108 1.3	478,946 1.4	484,700 1.2	491,996 1.5	499,776 1.6	505,711 1.2	512,406 1.3

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED
TABLE 2
Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	313,803 0.9	317,923 1.3	321,750 1.2	325,992 1.3	330,067 1.3	335,480 1.6	339,197 1.1	348,549 2.8
2. Durable goods	38,976 1.1	38,459 -1.3	39,457 2.6	40,641 3.0	40,733 0.2	40,919 0.5	40,748 -0.4	42,511 4.3
3. Semi-durable goods	25,682 0.4	25,956 1.1	25,928 -0.1	26,210 1.1	26,311 0.4	26,454 0.5	26,550 0.4	27,586 3.9
4. Non-durable goods	74,250 -0.4	75,952 2.3	75,650 -0.4	74,617 -1.4	76,328 2.3	79,046 3.6	78,037 -1.3	80,546 3.2
5. Services	174,896 1.5	177,556 1.5	180,715 1.8	184,525 2.1	186,696 1.2	189,062 1.3	193,862 2.5	197,907 2.1
6. Government expenditure on goods and services:	116,673 1.3	119,167 2.1	120,192 0.9	122,813 2.2	123,825 0.8	126,047 1.8	127,920 1.5	130,869 2.3
7. Current expenditure	101,313 1.2	103,684 2.3	104,706 1.0	107,245 2.4	108,411 1.1	110,632 2.0	112,444 1.6	115,309 2.5
8. Capital expenditure	15,360 1.8	15,482 0.8	15,486 0.0	15,568 0.5	15,414 -1.0	15,415 0.0	15,476 0.4	15,560 0.5
9. Business gross fixed capital formation:	88,952 3.2	88,915 -0.0	90,472 1.8	93,222 3.0	94,381 1.2	95,135 0.8	97,212 2.2	98,465 1.3
10. Residential structures	37,872 4.6	37,358 -1.4	37,401 0.1	38,076 1.8	38,883 2.1	39,081 0.5	40,281 3.1	41,488 3.0
11. Non-residential structures	14,676 5.5	15,118 3.0	15,536 2.8	16,193 4.2	16,696 3.1	17,711 6.1	18,536 4.7	19,299 4.1
12. Machinery and equipment	36,403 0.8	36,438 0.1	37,535 3.0	38,952 3.8	38,801 -0.4	38,343 -1.2	38,394 0.1	37,679 -1.9
13. Exports of goods and services	332,706 -1.5	324,918 -2.3	323,419 -0.5	332,833 2.9	342,507 2.9	336,251 -1.8	326,316 -3.0	319,230 -2.2
14. DEDUCT: Imports of goods and services	303,755 -0.7	301,527 -0.7	303,639 0.7	310,835 2.4	318,008 2.3	310,060 -2.5	310,373 0.1	307,003 -1.1
15. Value of physical change in inventories:	412	7,810	6,694	1,508	1,385	1,720	8,819	7,702
16. Non-farm	367	7,932	6,586	1,451	1,535	1,928	9,047	8,021
17. Farm	-20	-69	158	66	-152	-198	-244	-321
18. Government	65	-53	-51	-9	1	-10	16	3
19. Statistical discrepancy	479	-906	361	783	1,715	1,837	1,941	1,288
20. Gross Domestic Product at market prices	549,271 1.1 4.3	556,299 1.3 5.2	559,250 0.5 2.1	566,315 1.3 5.2	575,873 1.7 6.9	586,411 1.8 7.5	591,032 0.8 3.2	599,100 1.4 5.6
21. Final domestic demand	519,427 1.4	526,004 1.3	532,414 1.2	542,027 1.8	548,273 1.2	556,663 1.5	564,329 1.4	577,884 2.4

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (2002) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	278,069 1.4	279,150 0.4	282,877 1.3	285,824 1.0	288,210 0.8	290,193 0.7	291,932 0.6	295,881 1.4
2. Durable goods	36,525 3.0	36,395 -0.4	37,577 3.2	38,819 3.3	38,810 -0.0	38,236 -1.5	38,811 1.5	39,524 1.8
3. Semi-durable goods	23,987 2.4	24,250 1.1	24,915 2.7	24,864 -0.2	25,006 0.6	25,405 1.6	25,091 -1.2	26,106 4.0
4. Non-durable goods	62,993 0.5	62,687 -0.5	62,802 0.2	62,962 0.3	63,366 0.6	64,139 1.2	64,626 0.8	65,569 1.5
5. Services	154,563 1.3	155,825 0.8	157,595 1.1	159,200 1.0	161,068 1.2	162,471 0.9	163,480 0.6	164,777 0.8
6. Government expenditure on goods and services:	100,878 0.9	101,547 0.7	101,124 -0.4	101,490 0.4	103,470 2.0	104,094 0.6	104,324 0.2	105,540 1.2
7. Current expenditure	87,835 1.6	88,767 1.1	88,458 -0.3	88,680 0.3	90,283 1.8	90,408 0.1	90,291 -0.1	91,003 0.8
8. Capital expenditure	13,043 -3.5	12,781 -2.0	12,667 -0.9	12,810 1.1	13,187 2.9	13,686 3.8	14,033 2.5	14,538 3.6
9. Business gross fixed capital formation:	77,107 -1.8	77,497 0.5	79,546 2.6	79,442 -0.1	80,681 1.6	81,276 0.7	83,381 2.6	84,218 1.0
10. Residential structures	29,166 -5.4	29,539 1.3	31,082 5.2	30,493 -1.9	30,558 0.2	30,573 0.1	30,857 0.9	30,501 -1.2
11. Non-residential structures	11,235 1.5	11,393 1.4	11,533 1.2	11,654 1.0	11,927 2.3	11,785 -1.2	11,709 -0.6	12,044 2.9
12. Machinery and equipment	36,895 0.7	36,754 -0.4	37,038 0.8	37,528 1.3	38,549 2.7	39,354 2.1	41,392 5.2	42,413 2.5
13. Exports of goods and services	330,527 -0.1	339,338 2.7	336,331 -0.9	332,076 -1.3	333,055 0.3	337,113 1.2	345,552 2.5	352,040 1.9
14. DEDUCT: Imports of goods and services	296,054 -0.2	297,208 0.4	305,871 2.9	311,579 1.9	310,159 -0.5	310,394 0.1	315,288 1.6	321,924 2.1
15. Value of physical change in inventories:	-946	-501	4,029	7,510	6,037	4,594	2,636	1,204
16. Non-farm	-1,451	-840	3,616	6,943	5,496	4,169	2,841	1,691
17. Farm	499	212	386	703	550	405	-189	-518
18. Government	6	127	26	-136	-9	21	-16	32
19. Statistical discrepancy	-169	655	-134	-647	-747	-142	330	1,489
20. Gross Domestic Product at market prices	486,454 0.2 0.9	493,736 1.5 6.1	501,107 1.5 6.1	503,536 0.5 2.0	506,022 0.5 2.0	509,022 0.6 2.4	512,568 0.7 2.8	515,348 0.5 2.2
21. Final domestic demand	456,056 0.7	458,179 0.5	463,586 1.2	466,738 0.7	472,315 1.2	475,475 0.7	479,598 0.9	485,544 1.2

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 3

Seasonally adjusted data at annual rates, millions of chained (2002) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	297,114 0.4	299,398 0.8	303,238 1.3	307,206 1.3	308,279 0.3	311,511 1.0	315,325 1.2	323,016 2.4
2. Durable goods	39,989 1.2	39,782 -0.5	41,132 3.4	42,557 3.5	42,642 0.2	42,968 0.8	43,086 0.3	45,391 5.3
3. Semi-durable goods	26,607 1.9	26,976 1.4	27,382 1.5	27,755 1.4	27,851 0.3	27,735 -0.4	27,881 0.5	29,014 4.1
4. Non-durable goods	64,093 -2.3	64,771 1.1	64,954 0.3	64,622 -0.5	65,052 0.7	66,461 2.2	66,200 -0.4	67,438 1.9
5. Services	166,634 1.1	168,191 0.9	170,204 1.2	172,819 1.5	173,257 0.3	174,744 0.9	178,585 2.2	181,870 1.8
6. Government expenditure on goods and services:	107,691 2.0	107,899 0.2	107,907 0.0	109,175 1.2	109,706 0.5	110,225 0.5	111,600 1.2	113,333 1.6
7. Current expenditure	92,975 2.2	93,211 0.3	93,330 0.1	94,576 1.3	95,453 0.9	96,127 0.7	97,440 1.4	99,149 1.8
8. Capital expenditure	14,717 1.2	14,687 -0.2	14,577 -0.7	14,599 0.1	14,229 -2.5	14,063 -1.2	14,119 0.4	14,132 0.1
9. Business gross fixed capital formation:	86,398 2.6	86,711 0.4	88,122 1.6	90,301 2.5	90,206 -0.1	91,666 1.6	94,261 2.8	95,691 1.5
10. Residential structures	31,620 3.7	30,722 -2.8	30,543 -0.6	30,890 1.1	31,114 0.7	31,212 0.3	31,864 2.1	32,389 1.6
11. Non-residential structures	12,624 4.8	12,940 2.5	13,194 2.0	13,626 3.3	13,863 1.7	14,637 5.6	15,319 4.7	15,822 3.3
12. Machinery and equipment	42,920 1.2	44,063 2.7	45,601 3.5	47,164 3.4	46,370 -1.7	46,933 1.2	48,221 2.7	48,467 0.5
13. Exports of goods and services	346,979 -1.4	339,869 -2.0	334,414 -1.6	343,970 2.9	347,903 1.1	344,010 -1.1	342,942 -0.3	340,798 -0.6
14. DEDUCT: Imports of goods and services	320,392 -0.5	319,291 -0.3	321,873 0.8	329,920 2.5	330,914 0.3	330,453 -0.1	338,917 2.6	347,185 2.4
15. Value of physical change in inventories:	2,201	3,525	4,117	3,237	2,675	4,403	8,890	9,659
16. Non-farm	2,242	3,638	4,194	3,221	2,593	4,328	8,764	9,613
17. Farm	-91	-72	-39	25	81	84	111	44
18. Government	49	-42	-39	-8	1	-9	15	2
19. Statistical discrepancy	501	-949	378	820	1,576	1,669	1,759	1,153
20. Gross Domestic Product at market prices	518,957 0.7 2.8	521,011 0.4 1.6	521,507 0.1 0.4	525,118 0.7 2.8	529,250 0.8 3.2	532,798 0.7 2.7	535,558 0.5 2.1	536,140 0.1 0.4
21. Final domestic demand	491,120 1.1	493,845 0.6	499,074 1.1	506,481 1.5	508,010 0.3	513,169 1.0	520,885 1.5	531,715 2.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

		2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1.	Wages, salaries and supplementary labour income (national basis)	266,902 1.6	270,951 1.5	274,060 1.1	276,475 0.9	279,850 1.2	284,100 1.5	287,877 1.3	290,609 0.9
2.	Net income of unincorporated business *	33,591 2.8	34,151 1.7	34,329 0.5	34,413 0.2	34,558 0.4	34,651 0.3	34,789 0.4	34,886 0.3
3.	Interest, dividends and miscellaneous investment income	43,649 0.2	44,788 2.6	44,908 0.3	45,654 1.7	46,237 1.3	46,442 0.4	47,473 2.2	48,337 1.8
4.	Current transfers from government, corporations and non-residents	48,179 2.1	48,549 0.8	49,041 1.0	49,483 0.9	49,477 -0.0	50,118 1.3	50,839 1.4	51,202 0.7
5.	Equals: Personal income	392,321 1.6	398,439 1.6	402,338 1.0	406,025 0.9	410,122 1.0	415,311 1.3	420,978 1.4	425,034 1.0
6.	Deduct: Personal direct taxes	63,578 4.4	63,735 0.2	65,468 2.7	66,543 1.6	67,694 1.7	69,475 2.6	70,282 1.2	71,132 1.2
7.	Other current transfers to government	27,848 -2.2	27,730 -0.4	27,865 0.5	27,460 -1.5	28,520 3.9	28,978 1.6	29,159 0.6	29,079 -0.3
8.	Equals: Personal disposable income	300,895 1.4	306,974 2.0	309,005 0.7	312,022 1.0	313,908 0.6	316,858 0.9	321,537 1.5	324,823 1.0
9.	Deduct: Personal expenditure on consumer goods and services	284,225 2.1	287,402 1.1	291,421 1.4	296,323 1.7	299,648 1.1	303,202 1.2	306,428 1.1	311,035 1.5
10.	Current transfers to corporations	5,466 1.5	5,574 2.0	5,576 0.0	5,764 3.4	6,006 4.2	6,090 1.4	6,194 1.7	6,335 2.3
11.	Current transfers to non-residents	1,296 3.8	1,335 3.0	1,367 2.4	1,378 0.8	1,454 5.5	1,552 6.7	1,607 3.5	1,527 -5.0
12.	Equals: Personal saving	9,908 -15.6	12,663 27.8	10,641 -16.0	8,557 -19.6	6,800 -20.5	6,014 -11.6	7,309 21.5	5,926 -18.9
13.	Personal saving rate (percent)	3.3	4.1	3.4	2.7	2.2	1.9	2.3	1.8
14.	Real personal disposable income ** (millions of chained (2002) dollars)	294,377 0.7	298,160 1.3	299,945 0.6	300,967 0.3	301,926 0.3	303,264 0.4	306,326 1.0	308,998 0.9
15.	Population (thousands)	12,328 0.1	12,367 0.3	12,420 0.4	12,469 0.4	12,480 0.1	12,513 0.3	12,565 0.4	12,616 0.4
16.	Personal disposable income per capita (dollars)	24,407 1.3	24,822 1.7	24,879 0.2	25,024 0.6	25,154 0.5	25,322 0.7	25,589 1.1	25,747 0.6
17.	Real personal disposable income per capita (chained (2002) dollars)	23,878 0.6	24,109 1.0	24,150 0.2	24,137 -0.1	24,194 0.2	24,235 0.2	24,378 0.6	24,493 0.5

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Wages, salaries and supplementary labour income (national basis)	293,180 0.9	296,487 1.1	299,670 1.1	304,383 1.6	308,504 1.4	311,803 1.1	314,555 0.9	319,095 1.4
2. Net income of unincorporated business *	34,910 0.1	34,929 0.1	34,956 0.1	35,069 0.3	35,890 2.3	36,779 2.5	36,946 0.5	37,361 1.1
3. Interest, dividends and miscellaneous investment income	49,650 2.7	51,390 3.5	52,062 1.3	53,461 2.7	55,688 4.2	56,987 2.3	56,318 -1.2	56,045 -0.5
4. Current transfers from government, corporations and non-residents	53,875 5.2	51,679 -4.1	52,986 2.5	53,432 0.8	53,678 0.5	53,711 0.1	55,627 3.6	55,959 0.6
5. Equals: Personal income	431,615 1.5	434,485 0.7	439,674 1.2	446,345 1.5	453,760 1.7	459,278 1.2	463,447 0.9	468,460 1.1
6. Deduct: Personal direct taxes	72,196 1.5	71,560 -0.9	72,696 1.6	74,925 3.1	77,240 3.1	81,604 5.6	80,414 -1.5	80,803 0.5
7. Other current transfers to government	29,002 -0.3	29,295 1.0	29,270 -0.1	29,217 -0.2	29,302 0.3	29,609 1.0	29,858 0.8	30,008 0.5
8. Equals: Personal disposable income	330,417 1.7	333,630 1.0	337,708 1.2	342,203 1.3	347,218 1.5	348,066 0.2	353,174 1.5	357,649 1.3
9. Deduct: Personal expenditure on consumer goods and services	313,803 0.9	317,923 1.3	321,750 1.2	325,992 1.3	330,067 1.3	335,480 1.6	339,197 1.1	348,549 2.8
10. Current transfers to corporations	6,581 3.9	6,915 5.1	7,170 3.7	7,326 2.2	7,438 1.5	7,633 2.6	7,849 2.8	8,140 3.7
11. Current transfers to non-residents	1,563 2.4	1,564 0.1	1,566 0.1	1,619 3.4	1,661 2.6	1,677 0.9	1,681 0.3	1,677 -0.3
12. Equals: Personal saving	8,470 42.9	7,228 -14.7	7,222 -0.1	7,266 0.6	8,051 10.8	3,276 -59.3	4,448 35.8	-717 -
13. Personal saving rate (percent)	2.6	2.2	2.1	2.1	2.3	0.9	1.3	-0.2
14. Real personal disposable income ** (millions of chained (2002) dollars)	312,844 1.2	314,189 0.4	318,278 1.3	322,483 1.3	324,297 0.6	323,196 -0.3	328,319 1.6	331,449 1.0
15. Population (thousands)	12,626 0.1	12,658 0.2	12,705 0.4	12,739 0.3	12,741 0.0	12,766 0.2	12,804 0.3	12,851 0.4
16. Personal disposable income per capita (dollars)	26,169 1.6	26,357 0.7	26,580 0.8	26,862 1.1	27,253 1.5	27,266 0.0	27,583 1.2	27,831 0.9
17. Real personal disposable income per capita (chained (2002) dollars)	24,777 1.2	24,822 0.2	25,051 0.9	25,314 1.0	25,454 0.6	25,317 -0.5	25,642 1.3	25,792 0.6

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 5***Seasonally adjusted data at annual rates, millions of dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Exports of goods and services	316,491 1.4	332,414 5.0	327,830 -1.4	317,357 -3.2	320,194 0.9	325,939 1.8	331,163 1.6	337,937 2.0
2. Of which: International	220,951 1.3	236,145 6.9	230,789 -2.3	219,744 -4.8	221,386 0.7	226,027 2.1	230,508 2.0	236,704 2.7
3. Of which: Interprovincial	95,540 1.4	96,269 0.8	97,041 0.8	97,614 0.6	98,808 1.2	99,912 1.1	100,655 0.7	101,233 0.6
4. Imports of goods and services	277,418 1.3	287,394 3.6	291,366 1.4	286,795 -1.6	290,617 1.3	297,560 2.4	300,020 0.8	306,032 2.0
5. Trade balance	39,074	45,020	36,464	30,563	29,577	28,379	31,143	31,904

*Note: Per cent change from previous quarter at quarterly rates is given on the second line.**Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

Seasonally adjusted data at annual rates, millions of dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Exports of goods and services	332,706 -1.5	324,918 -2.3	323,419 -0.5	332,833 2.9	342,507 2.9	336,251 -1.8	326,316 -3.0	319,230 -2.2
2. Of which: International	229,850 -2.9	221,447 -3.7	219,366 -0.9	228,876 4.3	236,857 3.5	228,856 -3.4	218,104 -4.7	210,355 -3.6
3. Of which: Interprovincial	102,856 1.6	103,471 0.6	104,053 0.6	103,956 -0.1	105,649 1.6	107,395 1.7	108,213 0.8	108,875 0.6
4. Imports of goods and services	303,755 -0.7	301,527 -0.7	303,639 0.7	310,835 2.4	318,008 2.3	310,060 -2.5	310,373 0.1	307,003 -1.1
5. Trade balance	28,952	23,390	19,780	21,998	24,499	26,191	15,943	12,227

Note: Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (2002) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Personal expenditure on consumer goods and services:	102.2 0.7	103.0 0.7	103.0 0.1	103.7 0.6	104.0 0.3	104.5 0.5	105.0 0.5	105.1 0.1
2. Durable goods	98.4 -0.6	98.9 0.6	98.2 -0.7	98.5 0.3	98.3 -0.2	97.8 -0.6	97.9 0.1	97.5 -0.3
3. Semi-durable goods	99.4 0.1	99.1 -0.4	98.1 -1.0	98.5 0.4	97.3 -1.3	97.4 0.1	97.6 0.2	98.0 0.4
4. Non-durable goods	105.3 1.5	107.1 1.6	108.3 1.1	110.1 1.7	111.3 1.1	112.2 0.8	113.8 1.4	113.7 -0.0
5. Services	102.3 0.7	102.8 0.5	102.8 0.0	103.2 0.3	103.5 0.3	104.1 0.6	104.3 0.2	104.6 0.3
6. Government expenditure on goods and services:	103.5 0.6	103.9 0.4	105.6 1.6	106.5 0.8	106.8 0.3	108.9 2.0	109.2 0.3	109.1 -0.1
7. Current expenditure	104.2 0.5	104.3 0.1	106.0 1.7	106.9 0.8	107.4 0.5	109.7 2.2	110.0 0.3	110.0 -0.1
8. Capital expenditure	98.8 0.7	101.3 2.5	102.8 1.4	103.6 0.8	102.4 -1.2	103.2 0.7	103.7 0.5	103.8 0.1
9. Business gross fixed capital formation:	100.4 0.8	102.2 1.8	101.5 -0.7	101.1 -0.4	101.5 0.4	102.4 0.9	102.4 -0.0	102.4 -0.0
10. Residential structures	109.9 3.0	112.1 2.1	111.8 -0.3	112.9 1.0	113.6 0.5	115.6 1.8	117.6 1.7	118.7 0.9
11. Non-residential structures	107.3 1.7	109.3 1.9	111.2 1.7	112.9 1.5	113.4 0.5	114.0 0.5	114.9 0.8	115.5 0.6
12. Machinery and equipment	90.4 -1.8	91.5 1.2	89.5 -2.2	87.2 -2.6	87.3 0.1	87.6 0.3	86.1 -1.7	85.1 -1.2
13. Exports of goods and services	95.8 1.5	98.0 2.3	97.5 -0.5	95.6 -2.0	96.1 0.6	96.7 0.6	95.8 -0.9	96.0 0.2
14. DEDUCT: Imports of goods and services	93.7 1.5	96.7 3.2	95.3 -1.5	92.0 -3.4	93.7 1.8	95.9 2.3	95.2 -0.7	95.1 -0.1
15. Gross Domestic Product at market prices	103.4 1.1 4.3	104.1 0.7 3.0	104.1 -0.0 -0.0	104.9 0.7 2.9	104.8 -0.1 -0.6	104.8 0.0 0.1	105.5 0.7 2.7	105.5 -0.0 -0.0
16. Final domestic demand	102.2 0.7	103.0 0.8	103.3 0.3	103.8 0.5	104.2 0.3	105.1 0.9	105.4 0.3	105.5 0.1

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 6

Using seasonally adjusted data, chained (2002) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Personal expenditure on consumer goods and services:	105.6 0.5	106.2 0.5	106.1 -0.1	106.1 0.0	107.1 0.9	107.7 0.6	107.6 -0.1	107.9 0.3
2. Durable goods	97.5 -0.1	96.7 -0.8	95.9 -0.8	95.5 -0.4	95.5 0.0	95.2 -0.3	94.6 -0.7	93.7 -1.0
3. Semi-durable goods	96.5 -1.5	96.2 -0.3	94.7 -1.6	94.4 -0.3	94.5 0.0	95.4 1.0	95.2 -0.2	95.1 -0.2
4. Non-durable goods	115.8 1.9	117.3 1.2	116.5 -0.7	115.5 -0.9	117.3 1.6	118.9 1.4	117.9 -0.9	119.4 1.3
5. Services	105.0 0.4	105.6 0.6	106.2 0.6	106.8 0.6	107.8 0.9	108.2 0.4	108.6 0.3	108.8 0.2
6. Government expenditure on goods and services:	108.3 -0.7	110.4 1.9	111.4 0.9	112.5 1.0	112.9 0.3	114.4 1.3	114.6 0.2	115.5 0.7
7. Current expenditure	109.0 -0.9	111.2 2.1	112.2 0.9	113.4 1.1	113.6 0.2	115.1 1.3	115.4 0.3	116.3 0.8
8. Capital expenditure	104.4 0.6	105.4 1.0	106.2 0.8	106.6 0.4	108.3 1.6	109.6 1.2	109.6 0.0	110.1 0.5
9. Business gross fixed capital formation:	103.0 0.6	102.5 -0.4	102.7 0.1	103.2 0.6	104.6 1.4	103.8 -0.8	103.1 -0.6	102.9 -0.2
10. Residential structures	119.8 0.9	121.6 1.5	122.5 0.7	123.3 0.7	125.0 1.4	125.2 0.2	126.4 1.0	128.1 1.3
11. Non-residential structures	116.3 0.6	116.8 0.5	117.8 0.8	118.8 0.9	120.4 1.3	121.0 0.5	121.0 0.0	122.0 0.8
12. Machinery and equipment	84.8 -0.4	82.7 -2.5	82.3 -0.5	82.6 0.3	83.7 1.3	81.7 -2.4	79.6 -2.5	77.7 -2.4
13. Exports of goods and services	95.9 -0.1	95.6 -0.3	96.7 1.2	96.8 0.1	98.4 1.7	97.7 -0.7	95.2 -2.7	93.7 -1.6
14. DEDUCT: Imports of goods and services	94.8 -0.3	94.4 -0.4	94.3 -0.1	94.2 -0.1	96.1 2.0	93.8 -2.4	91.6 -2.4	88.4 -3.4
15. Gross Domestic Product at market prices	105.8 0.3 1.4	106.8 0.9 3.6	107.2 0.4 1.8	107.8 0.6 2.3	108.8 0.9 3.6	110.1 1.2 4.7	110.4 0.3 1.1	111.7 1.3 5.1
16. Final domestic demand	105.8 0.2	106.5 0.7	106.7 0.2	107.0 0.3	107.9 0.8	108.5 0.5	108.3 -0.1	108.7 0.3

Notes: Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, INCOME-BASED

TABLE 7

Millions of dollars

	2004	2005	2006	2007
1. Wages, salaries and supplementary labour income (domestic basis)	275,432 5.0	289,245 5.0	302,280 4.5	316,897 4.8
2. Corporation profits before taxes	64,151 10.6	62,420 -2.7	64,407 3.2	69,956 8.6
3. Interest and miscellaneous investment income	17,912 3.8	19,999 11.6	20,541 2.7	22,221 8.2
4. Net income of unincorporated business *	34,121 4.3	34,721 1.8	34,966 0.7	36,744 5.1
5. Inventory valuation adjustment	-887	-449	-925	1,332
6. Indirect taxes less subsidies	64,809 7.0	67,798 4.6	70,683 4.3	73,612 4.1
7. Capital consumption allowances	61,742 3.0	63,780 3.3	66,011 3.5	69,038 4.6
8. Statistical discrepancy	-175	-606	-180	-1,695
9. Gross Domestic Product at market prices	516,792 4.8	536,908 3.9	557,784 3.9	588,104 5.4

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 8

Millions of dollars

	2004	2005	2006	2007
1. Personal expenditure on consumer goods and services:	289,843 4.8	305,078 5.3	319,867 4.8	338,323 5.8
2. Durable goods	36,767 0.8	38,023 3.4	39,383 3.6	41,228 4.7
3. Semi-durable goods	24,205 3.1	24,779 2.4	25,944 4.7	26,725 3.0
4. Non-durable goods	67,698 5.5	72,646 7.3	75,117 3.4	78,489 4.5
5. Services	161,173 5.7	169,630 5.2	179,423 5.8	191,882 6.9
6. Government expenditure on goods and services:	106,180 5.9	113,211 6.6	119,711 5.7	127,166 6.2
7. Current expenditure	93,145 6.5	98,894 6.2	104,237 5.4	111,699 7.2
8. Capital expenditure	13,035 1.4	14,317 9.8	15,474 8.1	15,467 -0.0
9. Business gross fixed capital formation:	79,429 5.8	84,183 6.0	90,390 7.4	96,298 6.5
10. Residential structures	33,590 10.0	35,635 6.1	37,677 5.7	39,933 6.0
11. Non-residential structures	12,623 5.7	13,581 7.6	15,381 13.3	18,061 17.4
12. Machinery and equipment	33,216 1.9	34,967 5.3	37,332 6.8	38,304 2.6
13. Exports of goods and services	323,523 4.0	328,808 1.6	328,469 -0.1	331,076 0.8
14. DEDUCT: Imports of goods and services	285,743 5.4	298,557 4.5	304,939 2.1	311,361 2.1
15. Value of physical change in inventories:	3,634	3,958	4,106	4,907
16. Non-farm	3,459	3,956	4,084	5,133
17. Farm	169	-6	34	-229
18. Government	6	8	-12	2
19. Statistical discrepancy	-73	227	179	1,695
20. Gross Domestic Product at market prices	516,792 4.8	536,908 3.9	557,784 3.9	588,104 5.4
21. Final domestic demand	475,452 5.2	502,472 5.7	529,968 5.5	561,787 6.0

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO REAL GROSS DOMESTIC PRODUCT, EXPENDITURE-BASED

TABLE 9

Millions of chained (2002) dollars

	2004	2005	2006	2007
1. Personal expenditure on consumer goods and services:	281,480 3.2	291,554 3.6	301,739 3.5	314,533 4.2
2. Durable goods	37,329 1.8	38,845 4.1	40,865 5.2	43,522 6.5
3. Semi-durable goods	24,504 3.3	25,402 3.7	27,180 7.0	28,120 3.5
4. Non-durable goods	62,861 1.9	64,425 2.5	64,610 0.3	66,288 2.6
5. Services	156,796 4.1	162,949 3.9	169,462 4.0	177,114 4.5
6. Government expenditure on goods and services:	101,260 3.5	104,357 3.1	108,168 3.7	111,216 2.8
7. Current expenditure	88,435 4.1	90,496 2.3	93,523 3.3	97,043 3.8
8. Capital expenditure	12,825 -0.0	13,861 8.1	14,645 5.7	14,136 -3.5
9. Business gross fixed capital formation:	78,398 4.4	82,389 5.1	87,883 6.7	92,956 5.8
10. Residential structures	30,070 3.6	30,622 1.8	30,944 1.1	31,645 2.3
11. Non-residential structures	11,454 -0.6	11,866 3.6	13,096 10.4	14,910 13.9
12. Machinery and equipment	37,054 7.1	40,427 9.1	44,937 11.2	47,498 5.7
13. Exports of goods and services	334,568 3.8	341,940 2.2	341,308 -0.2	343,913 0.8
14. DEDUCT: Imports of goods and services	302,678 6.6	314,441 3.9	322,869 2.7	336,867 4.3
15. Value of physical change in inventories:	2,523	3,618	3,270	6,407
16. Non-farm	2,067	3,549	3,324	6,325
17. Farm	450	62	-44	80
18. Government	6	7	-10	2
19. Statistical discrepancy	-73	233	188	1,539
20. Gross Domestic Product at market prices	496,208 2.5	510,740 2.9	521,648 2.1	533,437 2.3
21. Final domestic demand	461,140 3.5	478,233 3.7	497,630 4.1	518,445 4.2

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 10

Millions of dollars

	2004	2005	2006	2007
1. Wages, salaries and supplementary labour income (national basis)	272,097 5.2	285,609 5.0	298,430 4.5	313,489 5.0
2. Net income of unincorporated business *	34,121 4.3	34,721 1.8	34,966 0.7	36,744 5.1
3. Interest, dividends and miscellaneous investment income	44,750 3.7	47,122 5.3	51,641 9.6	56,259 8.9
4. Current transfers from government, corporations and non-residents	48,813 4.6	50,409 3.3	52,993 5.1	54,744 3.3
5. Equals: Personal income	399,781 4.8	417,861 4.5	438,030 4.8	461,236 5.3
6. Deduct: Personal direct taxes	64,831 8.9	69,646 7.4	72,844 4.6	80,015 9.8
7. Other current transfers to government	27,726 1.3	28,934 4.4	29,196 0.9	29,694 1.7
8. Equals: Personal disposable income	307,224 4.3	319,282 3.9	335,990 5.2	351,527 4.6
9. Deduct: Personal expenditure on consumer goods and services	289,843 4.8	305,078 5.3	319,867 4.8	338,323 5.8
10. Current transfers to corporations	5,595 6.7	6,156 10.0	6,998 13.7	7,765 11.0
11. Current transfers to non-residents	1,344 9.3	1,535 14.2	1,578 2.8	1,674 6.1
12. Equals: Personal saving	10,442 -8.0	6,512 -37.6	7,547 15.9	3,764 -50.1
13. Personal saving rate (percent)	3.4	2.0	2.2	1.1
14. Real personal disposable income ** (millions of chained (2002) dollars)	298,362 2.8	305,129 2.3	316,949 3.9	326,815 3.1
15. Population (thousands)	12,420 1.3	12,565 1.2	12,705 1.1	12,804 0.8
16. Personal disposable income per capita (dollars)	24,736 3.0	25,409 2.7	26,445 4.1	27,455 3.8
17. Real personal disposable income per capita (chained (2002) dollars)	24,022 1.5	24,283 1.1	24,946 2.7	25,525 2.3

Notes: Per cent change from previous year is given on the second line.

* Includes accrued net income of farm operators from farm production.

** Real personal disposable income is calculated using the implicit price index for personal expenditure.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO TRADE**TABLE 11***Millions of dollars*

	2004	2005	2006	2007
1. Exports of goods and services	323,523 4.0	328,808 1.6	328,469 -0.1	331,076 0.8
2. Of which: International	226,907 3.7	228,656 0.8	224,885 -1.6	223,543 -0.6
3. Of which: Interprovincial	96,616 4.7	100,152 3.7	103,584 3.4	107,533 3.8
4. Imports of goods and services	285,743 5.4	298,557 4.5	304,939 2.1	311,361 2.1
5. Trade balance	37,780	30,251	23,530	19,715

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO IMPLICIT PRICE INDEXES, GROSS DOMESTIC PRODUCT

TABLE 12

Using chained (2002) dollars

	2004	2005	2006	2007
1. Personal expenditure on consumer goods and services:	103.0 1.5	104.6 1.6	106.0 1.3	107.6 1.5
2. Durable goods	98.5 -0.9	97.9 -0.6	96.4 -1.5	94.7 -1.7
3. Semi-durable goods	98.8 -0.2	97.5 -1.3	95.5 -2.1	95.0 -0.4
4. Non-durable goods	107.7 3.5	112.7 4.7	116.3 3.1	118.4 1.8
5. Services	102.8 1.5	104.1 1.3	105.9 1.7	108.3 2.3
6. Government expenditure on goods and services:	104.9 2.3	108.5 3.5	110.7 2.0	114.3 3.3
7. Current expenditure	105.3 2.4	109.3 3.8	111.4 2.0	115.1 3.3
8. Capital expenditure	101.7 1.4	103.3 1.6	105.7 2.3	109.4 3.6
9. Business gross fixed capital formation:	101.3 1.3	102.2 0.8	102.8 0.7	103.6 0.7
10. Residential structures	111.7 6.2	116.4 4.2	121.8 4.6	126.2 3.6
11. Non-residential structures	110.2 6.3	114.5 3.9	117.4 2.6	121.1 3.1
12. Machinery and equipment	89.7 -4.9	86.5 -3.5	83.1 -4.0	80.7 -2.9
13. Exports of goods and services	96.7 0.2	96.2 -0.5	96.2 0.1	96.3 0.0
14. DEDUCT: Imports of goods and services	94.4 -1.2	94.9 0.6	94.4 -0.5	92.5 -2.1
15. Gross Domestic Product at market prices	104.1 2.3	105.1 0.9	106.9 1.7	110.2 3.1
16. Final domestic demand	103.1 1.6	105.1 1.9	106.5 1.4	108.4 1.7

Note: Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (2002) dollars*

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
1. Goods Producing Industries	137,027 -1.0	137,905 0.6	139,782 1.4	138,794 -0.7	139,482 0.5	139,595 0.1	141,108 1.1	141,719 0.4
2. Primary	7,957 0.1	8,115 2.0	8,042 -0.9	8,234 2.4	8,256 0.3	8,471 2.6	8,452 -0.2	8,133 -3.8
3. Agriculture, Forestry, Fishing & Hunting	5,083 0.8	5,192 2.1	5,115 -1.5	5,414 5.9	5,382 -0.6	5,519 2.5	5,503 -0.3	5,301 -3.7
4. Mining	2,869 -1.0	2,917 1.7	2,921 0.1	2,813 -3.7	2,864 1.8	2,941 2.7	2,936 -0.2	2,817 -4.0
5. Utilities	9,114 4.5	9,091 -0.3	9,612 5.7	10,281 7.0	10,131 -1.5	9,834 -2.9	10,020 1.9	9,981 -0.4
6. Electric Power	7,014 3.6	6,917 -1.4	7,320 5.8	7,884 7.7	7,778 -1.3	7,556 -2.9	7,692 1.8	7,723 0.4
7. Natural Gas, Water and Other	2,096 7.4	2,166 3.4	2,282 5.3	2,384 4.5	2,322 -2.6	2,230 -4.0	2,263 1.5	2,176 -3.8
8. Construction	23,504 -2.8	23,223 -1.2	23,587 1.6	23,558 -0.1	23,922 1.5	24,682 3.2	25,451 3.1	26,154 2.8
9. Residential Buildings	9,808 -4.6	9,776 -0.3	10,194 4.3	10,031 -1.6	9,954 -0.8	10,166 2.1	10,252 0.8	10,170 -0.8
10. Non-Residential Buildings and Engineering	13,696 -1.5	13,447 -1.8	13,394 -0.4	13,527 1.0	13,968 3.3	14,516 3.9	15,199 4.7	15,984 5.2
11. Manufacturing	96,167 -1.4	96,918 0.8	97,709 0.8	95,616 -2.1	96,174 0.6	95,720 -0.5	96,394 0.7	96,766 0.4
12. Food, Beverage, & Tobacco Products	10,330 -0.5	10,477 1.4	10,595 1.1	10,425 -1.6	10,481 0.5	10,733 2.4	10,860 1.2	10,600 -2.4
13. Textile, Clothing, & Leather Products	1,940 -4.5	1,837 -5.3	1,707 -7.1	1,619 -5.1	1,676 3.5	1,567 -6.5	1,570 0.2	1,563 -0.5
14. Wood Products and Furniture	4,988 -1.4	4,966 -0.4	4,993 0.5	5,197 4.1	5,158 -0.8	5,041 -2.3	4,905 -2.7	4,803 -2.1
15. Paper Products and Printing	6,990 -3.1	6,971 -0.3	7,049 1.1	6,869 -2.6	6,934 1.0	6,988 0.8	7,106 1.7	6,991 -1.6
16. Chemical and Petroleum Products	9,996 -2.1	9,656 -3.4	9,739 0.9	9,313 -4.4	9,267 -0.5	9,472 2.2	9,490 0.2	9,490 0.0
17. Plastic and Rubber Products	5,720 -2.9	5,726 0.1	5,566 -2.8	5,485 -1.5	5,476 -0.2	5,534 1.1	5,636 1.8	5,905 4.8
18. Primary Metal & Fabricated Metal Products	13,018 -6.9	13,251 1.8	13,190 -0.5	12,676 -3.9	12,952 2.2	13,087 1.0	12,810 -2.1	13,078 2.1
19. Machinery	6,603 -4.1	6,629 0.4	6,661 0.5	6,420 -3.6	6,705 4.4	6,916 3.2	6,894 -0.3	7,297 5.8

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (2002) dollars

	2004 I	2004 II	2004 III	2004 IV	2005 I	2005 II	2005 III	2005 IV
20. Electrical and Electronic Products	5,356 3.4	5,664 5.7	6,158 8.7	6,380 3.6	6,324 -0.9	6,060 -4.2	5,650 -6.8	5,478 -3.0
21. Transportation Equipment	27,102 2.4	27,501 1.5	28,065 2.0	27,273 -2.8	27,105 -0.6	26,335 -2.8	27,147 3.1	27,283 0.5
22. Auto Industry (Vehicles & Parts)	24,934 3.0	25,308 1.5	25,902 2.3	24,926 -3.8	25,062 0.5	24,642 -1.7	25,673 4.2	26,105 1.7
23. Other Transportation Equipment	2,163 -1.0	2,250 4.0	2,282 1.4	2,532 10.9	2,049 -19.1	1,516 -26.0	1,126 -25.7	654 -42.0
24. Other Manufacturing	4,393 -1.3	4,583 4.3	4,403 -3.9	4,441 0.9	4,519 1.7	4,345 -3.9	4,619 6.3	4,506 -2.4
25. Services Producing Industries	319,688 1.7	325,824 1.9	329,182 1.0	333,011 1.2	334,303 0.4	336,243 0.6	338,326 0.6	339,378 0.3
26. Wholesale Trade	26,613 -0.8	27,459 3.2	27,599 0.5	27,802 0.7	28,030 0.8	28,859 3.0	29,268 1.4	29,943 2.3
27. Retail Trade	24,591 2.0	24,694 0.4	25,352 2.7	25,775 1.7	25,894 0.5	25,905 0.0	25,757 -0.6	25,712 -0.2
28. Transportation and Warehousing	17,466 0.5	17,560 0.5	17,613 0.3	17,632 0.1	17,756 0.7	17,924 0.9	18,281 2.0	18,296 0.1
29. Information & Culture (including Telecommunications)	17,140 3.3	17,858 4.2	18,202 1.9	18,645 2.4	18,581 -0.3	18,606 0.1	18,835 1.2	18,595 -1.3
30. Finance, Insurance, Real Estate, Rental & Leasing	97,696 0.8	98,741 1.1	98,504 -0.2	99,063 0.6	100,404 1.4	100,970 0.6	102,160 1.2	102,767 0.6
31. Professional and Administrative Services	37,209 2.3	38,178 2.6	38,698 1.4	39,251 1.4	39,116 -0.3	39,751 1.6	39,998 0.6	40,042 0.1
32. Education	20,886 2.1	21,347 2.2	20,748 -2.8	20,685 -0.3	21,324 3.1	21,690 1.7	21,963 1.3	22,190 1.0
33. Health Care and Social Services	27,330 0.3	27,386 0.2	27,560 0.6	27,504 -0.2	27,487 -0.1	27,698 0.8	28,033 1.2	28,160 0.5
34. Arts, Entertainment & Recreation	4,541 1.2	4,598 1.3	4,655 1.2	4,679 0.5	4,584 -2.0	4,582 -0.1	4,597 0.3	4,667 1.5
35. Accommodation and Food	9,243 1.4	9,306 0.7	9,503 2.1	9,661 1.7	9,606 -0.6	9,566 -0.4	9,486 -0.8	9,495 0.1
36. Other Services	11,225 1.9	11,314 0.8	11,309 -0.0	11,512 1.8	11,540 0.2	11,517 -0.2	11,530 0.1	11,466 -0.6
37. Public Administration	24,040 1.5	23,961 -0.3	24,305 1.4	23,952 -1.5	24,123 0.7	24,297 0.7	24,516 0.9	25,141 2.6
38. Total Production	454,758 0.5 1.9	459,825 1.1 4.5	463,113 0.7 2.9	464,004 0.2 0.8	467,133 0.7 2.7	470,318 0.7 2.8	475,038 1.0 4.1	477,854 0.6 2.4

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES**TABLE 13***Seasonally adjusted data at annual rates, millions of chained (2002) dollars*

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
1. Goods Producing Industries	140,661 -0.7	138,386 -1.6	136,557 -1.3	136,109 -0.3	138,337 1.6	137,984 -0.3	138,261 0.2	136,975 -0.9
2. Primary	8,241 1.3	8,243 0.0	8,265 0.3	8,475 2.5	8,423 -0.6	8,309 -1.4	8,147 -1.9	7,896 -3.1
3. Agriculture, Forestry, Fishing & Hunting	5,295 -0.1	5,357 1.2	5,393 0.7	5,528 2.5	5,505 -0.4	5,320 -3.4	5,131 -3.5	4,940 -3.7
4. Mining	2,930 4.0	2,869 -2.1	2,854 -0.5	2,926 2.5	2,894 -1.1	2,924 1.0	2,985 2.1	2,937 -1.6
5. Utilities	9,822 -1.6	9,793 -0.3	9,763 -0.3	9,502 -2.7	9,530 0.3	9,811 2.9	9,818 0.1	10,041 2.3
6. Electric Power	7,575 -1.9	7,583 0.1	7,531 -0.7	7,230 -4.0	7,258 0.4	7,516 3.5	7,562 0.6	7,685 1.6
7. Natural Gas, Water and Other	2,182 0.3	2,162 -0.9	2,199 1.7	2,258 2.6	2,258 0.0	2,281 1.0	2,242 -1.7	2,341 4.4
8. Construction	26,757 2.3	26,358 -1.5	26,283 -0.3	26,385 0.4	27,250 3.3	27,616 1.3	28,649 3.7	29,321 2.3
9. Residential Buildings	10,628 4.5	10,207 -4.0	10,039 -1.6	10,001 -0.4	10,133 1.3	10,060 -0.7	10,392 3.3	10,668 2.7
10. Non-Residential Buildings and Engineering	16,129 0.9	16,151 0.1	16,244 0.6	16,384 0.9	17,116 4.5	17,555 2.6	18,254 4.0	18,649 2.2
11. Manufacturing	95,037 -1.8	93,075 -2.1	91,213 -2.0	90,593 -0.7	91,889 1.4	90,991 -1.0	90,277 -0.8	88,469 -2.0
12. Food, Beverage, & Tobacco Products	10,693 0.9	10,579 -1.1	10,852 2.6	10,804 -0.4	10,618 -1.7	10,530 -0.8	10,604 0.7	10,581 -0.2
13. Textile, Clothing, & Leather Products	1,516 -3.0	1,505 -0.7	1,417 -5.8	1,384 -2.3	1,429 3.2	1,410 -1.3	1,324 -6.1	1,296 -2.1
14. Wood Products and Furniture	4,864 1.3	4,958 1.9	4,983 0.5	4,611 -7.5	4,793 4.0	4,652 -2.9	4,512 -3.0	4,338 -3.8
15. Paper Products and Printing	6,644 -5.0	6,267 -5.7	5,840 -6.8	5,615 -3.9	5,710 1.7	5,739 0.5	5,826 1.5	5,773 -0.9
16. Chemical and Petroleum Products	9,325 -1.7	9,288 -0.4	9,123 -1.8	8,808 -3.4	8,609 -2.3	8,727 1.4	8,457 -3.1	8,492 0.4
17. Plastic and Rubber Products	5,816 -1.5	5,450 -6.3	5,335 -2.1	5,296 -0.7	5,123 -3.3	5,324 3.9	5,369 0.8	5,132 -4.4
18. Primary Metal & Fabricated Metal Products	12,701 -2.9	12,170 -4.2	11,737 -3.6	11,634 -0.9	12,225 5.1	12,197 -0.2	11,821 -3.1	12,063 2.0
19. Machinery	7,153 -2.0	6,468 -9.6	6,383 -1.3	6,011 -5.8	6,196 3.1	6,598 6.5	6,624 0.4	6,591 -0.5

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES

TABLE 13

Seasonally adjusted data at annual rates, millions of chained (2002) dollars

	2006 I	2006 II	2006 III	2006 IV	2007 I	2007 II	2007 III	2007 IV
20. Electrical and Electronic Products	5,690 3.9	5,865 3.1	6,039 3.0	6,614 9.5	6,881 4.0	6,737 -2.1	6,399 -5.0	6,276 -1.9
21. Transportation Equipment	26,117 -4.3	26,190 0.3	25,392 -3.0	25,793 1.6	26,301 2.0	24,993 -5.0	25,558 2.3	24,227 -5.2
22. Auto Industry (Vehicles & Parts)	24,834 -4.9	24,723 -0.4	23,837 -3.6	24,099 1.1	24,794 2.9	23,474 -5.3	24,002 2.2	22,581 -5.9
23. Other Transportation Equipment	887 35.7	1,175 32.4	1,384 17.8	1,622 17.2	1,444 -11.0	1,310 -9.3	1,371 4.7	1,407 2.6
24. Other Manufacturing	4,793 6.3	4,682 -2.3	4,517 -3.5	4,499 -0.4	4,518 0.4	4,539 0.5	4,361 -3.9	4,257 -2.4
25. Services Producing Industries	343,878 1.3	348,522 1.4	352,391 1.1	356,982 1.3	358,794 0.5	361,965 0.9	363,637 0.5	365,405 0.5
26. Wholesale Trade	30,788 2.8	31,100 1.0	31,368 0.9	30,977 -1.2	31,254 0.9	31,739 1.6	32,165 1.3	32,695 1.6
27. Retail Trade	26,064 1.4	26,586 2.0	27,224 2.4	27,731 1.9	27,847 0.4	28,278 1.5	28,346 0.2	28,605 0.9
28. Transportation and Warehousing	18,395 0.5	18,401 0.0	18,475 0.4	18,388 -0.5	18,359 -0.2	18,419 0.3	18,621 1.1	18,496 -0.7
29. Information & Culture (including Telecommunications)	18,791 1.1	18,987 1.0	19,329 1.8	19,785 2.4	19,602 -0.9	19,649 0.2	19,699 0.3	19,848 0.8
30. Finance, Insurance, Real Estate, Rental & Leasing	103,720 0.9	104,867 1.1	106,219 1.3	107,953 1.6	108,778 0.8	109,887 1.0	110,295 0.4	110,374 0.1
31. Professional and Administrative Services	40,649 1.5	41,526 2.2	41,836 0.7	42,105 0.6	42,553 1.1	42,986 1.0	43,036 0.1	43,076 0.1
32. Education	22,328 0.6	22,426 0.4	22,043 -1.7	22,294 1.1	22,450 0.7	22,669 1.0	22,771 0.5	23,159 1.7
33. Health Care and Social Services	28,392 0.8	28,760 1.3	29,123 1.3	29,502 1.3	29,710 0.7	29,833 0.4	29,873 0.1	30,047 0.6
34. Arts, Entertainment & Recreation	4,631 -0.8	4,729 2.1	4,709 -0.4	4,945 5.0	5,005 1.2	4,965 -0.8	4,957 -0.2	4,923 -0.7
35. Accommodation and Food	9,667 1.8	9,714 0.5	9,889 1.8	10,163 2.8	10,075 -0.9	9,993 -0.8	10,127 1.3	10,188 0.6
36. Other Services	11,606 1.2	11,682 0.7	11,828 1.3	11,981 1.3	12,011 0.3	12,088 0.6	12,134 0.4	12,267 1.1
37. Public Administration	25,298 0.6	25,547 1.0	25,515 -0.1	25,677 0.6	25,692 0.1	25,924 0.9	26,142 0.8	26,269 0.5
38. Total Production	480,644 0.6 2.4	482,366 0.4 1.4	483,762 0.3 1.2	487,249 0.7 2.9	491,354 0.8 3.4	493,892 0.5 2.1	495,822 0.4 1.6	496,261 0.1 0.4

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous quarter at quarterly rates is given on the second line.

* Annualized per cent change from previous quarter.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES

TABLE 14

Millions of chained (2002) dollars

	2004	2005	2006	2007
1. Goods Producing Industries	138,377 2.1	140,476 1.5	137,928 -1.8	137,889 -0.0
2. Primary	8,087 4.4	8,328 3.0	8,306 -0.3	8,194 -1.4
3. Agriculture, Forestry, Fishing & Hunting	5,201 3.4	5,427 4.3	5,393 -0.6	5,224 -3.1
4. Mining	2,880 6.1	2,889 0.3	2,895 0.2	2,935 1.4
5. Utilities	9,525 3.7	9,992 4.9	9,720 -2.7	9,800 0.8
6. Electric Power	7,284 5.0	7,687 5.5	7,480 -2.7	7,505 0.3
7. Natural Gas, Water and Other	2,232 -0.3	2,248 0.7	2,200 -2.1	2,280 3.6
8. Construction	23,468 1.6	25,052 6.8	26,446 5.6	28,209 6.7
9. Residential Buildings	9,952 3.6	10,136 1.8	10,219 0.8	10,313 0.9
10. Non-Residential Buildings and Engineering	13,516 0.3	14,917 10.4	16,227 8.8	17,893 10.3
11. Manufacturing	96,603 1.1	96,264 -0.4	92,480 -3.9	90,407 -2.2
12. Food, Beverage, & Tobacco Products	10,457 2.6	10,668 2.0	10,732 0.6	10,583 -1.4
13. Textile, Clothing, & Leather Products	1,776 -3.7	1,594 -10.2	1,456 -8.7	1,365 -6.3
14. Wood Products and Furniture	5,036 -0.4	4,977 -1.2	4,854 -2.5	4,574 -5.8
15. Paper Products and Printing	6,970 -1.5	7,005 0.5	6,091 -13.0	5,762 -5.4
16. Chemical and Petroleum Products	9,676 -1.7	9,430 -2.5	9,136 -3.1	8,571 -6.2
17. Plastic and Rubber Products	5,624 -3.4	5,638 0.2	5,474 -2.9	5,237 -4.3
18. Primary Metal & Fabricated Metal Products	13,034 -4.4	12,982 -0.4	12,061 -7.1	12,076 0.1
19. Machinery	6,578 -3.0	6,953 5.7	6,504 -6.5	6,502 -0.0

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

ONTARIO PRODUCTION BY INDUSTRY AT 2002 PRICES

TABLE 14

Millions of chained (2002) dollars

	2004	2005	2006	2007
20. Electrical and Electronic Products	5,890 5.5	5,878 -0.2	6,052 3.0	6,574 8.6
21. Transportation Equipment	27,485 8.0	26,968 -1.9	25,873 -4.1	25,270 -2.3
22. Auto Industry (Vehicles & Parts)	25,268 7.2	25,370 0.4	24,373 -3.9	23,713 -2.7
23. Other Transportation Equipment	2,307 25.8	1,336 -42.1	1,267 -5.2	1,383 9.2
24. Other Manufacturing	4,455 1.2	4,497 0.9	4,623 2.8	4,419 -4.4
25. Services Producing Industries	326,926 4.9	337,062 3.1	350,443 4.0	362,450 3.4
26. Wholesale Trade	27,368 4.3	29,025 6.1	31,059 7.0	31,963 2.9
27. Retail Trade	25,103 3.5	25,817 2.8	26,901 4.2	28,269 5.1
28. Transportation and Warehousing	17,568 2.6	18,064 2.8	18,415 1.9	18,474 0.3
29. Information & Culture (including Telecommunications)	17,961 7.8	18,654 3.9	19,223 3.1	19,699 2.5
30. Finance, Insurance, Real Estate, Rental & Leasing	98,501 3.2	101,575 3.1	105,690 4.1	109,833 3.9
31. Professional and Administrative Services	38,334 3.5	39,727 3.6	41,529 4.5	42,913 3.3
32. Education	20,916 3.4	21,792 4.2	22,273 2.2	22,762 2.2
33. Health Care and Social Services	27,445 2.8	27,844 1.5	28,944 3.9	29,866 3.2
34. Arts, Entertainment & Recreation	4,618 6.1	4,608 -0.2	4,754 3.2	4,963 4.4
35. Accommodation and Food	9,428 2.3	9,538 1.2	9,858 3.4	10,096 2.4
36. Other Services	11,340 3.3	11,514 1.5	11,774 2.3	12,125 3.0
37. Public Administration	24,065 2.1	24,519 1.9	25,509 4.0	26,006 1.9
38. Total Production	460,425 2.9	472,586 2.6	483,505 2.3	494,332 2.2

Notes: Ontario Production is measured as Gross Domestic Product at basic prices.

Per cent change from previous year is given on the second line.

Sources: Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.

For further information on the *Ontario Economic Accounts*,
please contact us at:

Ministry of Finance
Economic and Revenue Forecasting and Analysis Branch
Current Analysis Unit
6th Floor, Frost Building North
95 Grosvenor Street
Toronto, ON M7A 1Z1
416 325-0755

e-mail: macroeconomics.fin@ontario.ca

website:

www.fin.gov.on.ca/english/economy/ecaccts/

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